



Service, Quality and Accuracy

375 South Carbon Avenue A-10 Suite 101 Price, Utah 84501 Phone: 435-637-8781 435-637-5032 Ext 710/711 Cell: 801-650-1401 801-650-1402 Fax: 435-636-8603 Email: talon@castienet.com

September 24, 2001

Mr. John Baza
State of Utah
Division of Oil Gas and Mining
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: Application for Permit to Drill—State of Utah "GG" 15-128, Emery County, Utah 2006' FSL, 615' FWL, Section 15, T17S, R8E, SLB&M.

Dear Mr. Baza:

On behalf of Texaco Exploration and Production, Inc. (Texaco), Talon Resources, Inc. respectfully submits the enclosed original of the *Application for Permit to Drill (APD)* for the above referenced well. Included with the APD is the following supplemental information:

Exhibit "A" - Survey plats and layouts of the proposed well site;

Exhibit "B" - Proposed location map with pipe, power, and road corridors;

Exhibit "C" - Drilling site layout;

Exhibit "D" - Drilling Program;

Exhibit "E" - Multi Point Surface Use Plan;

Exhibit "F" - Typical road cross-section;

Exhibit "G" - Typical BOP diagram;

Exhibit "H" - Typical wellhead manifold diagram.

RECEIVED

SEP 2 7 2001

DIVISION OF OIL, GAS AND MINING

ORIGINAL

CONFIDENTIAL

Please accept this letter as Texaco Exploration and Production's written request for confidential treatment of all information contained in and pertaining to this application, if said information is eligible for such consideration.

Thank you very much for your timely consideration of this application. Please feel free to contact myself, or Mr. Ian Kephart at Texaco if you have any questions or need additional information.

Sincerely,

Don Hamilton

Don Hamilton

Environmental Manager / Project Coordinator

cc: Mr. Bryant Anderson, Emery County

Mr. Allen Davis, Texaco

Mr. Chuck Snure, Texaco

Mr. Bob Lamarre, Texaco

Mr. Ian Kephart, Texaco

Mr. Roger Johnson, Texaco

Mr. Ron Wirth, Texaco

Texaco Well File

Name & Signature:

(This space for state use only)

43-015-30502

FORM 3	Î S	TATE OF UTAH		•		
	DIVISION OF	OIL, GAS AND MIN	NING	5 Lease Desi	gnation and Serial N	lumber.
					48221	
					lottee or Tribe Name	9 :
APP	PLICATION FOR PER	MIT TO DRILL C	OR DEEPEN	N/A		
4.4. Time of things	DRILL 🖾	DEEPEN 🗆		7. Unit Agreer		
1A. Type of Work:				Hunt 8. Farm or Le	tington (Sh	allow) CBM
B. Type of Well: Oli	L GAS X OTHER:	SINGLE ZONE	MULTIPLE ZONE	1 1 1		7(7)
				9. Well Numb	e of Utah "(er:	1(1
2. Name of Operator:	Elaustian and Draduot	tion Inc		15-1	28	
3. Address and Telepho	Exploration and Production Number 60 Box 618	brangeville lut.	84537	10. Field or P	ool, or Wildcat:	2 10 1
3 300 Nc	orth Butler, Suite 100, F	ermington NM &	7401: 505-325-4	397 Had	esignated (Buzzard Berch
4. Location of Well (Foo At Surface:	tages)	_		11. Qtr/Qtr, S	ection, Township, R	ange, Meridian:
	2006' FSL, 615' F	WL	43546.04 N 498420E	NW/	4 SW/4, Secti	on 15,
At Proposed Pro	ducing zone.		498420E	T178	, R8E, SLB&	IM
14. Distance in miles an	nd direction from nearest town or post office	:		12. County:		13. State:
	7.1 miles northwe	st of Huntington, L	Itah	Eme 17. Number of acres	ry	Utah
15. Distance to nearest property or lease line	e (feet):	16. Number of acres in lease:		l.	assigned to this We	11.
18. Distance to nearest	615'	1095.51 19. Proposed Depth:		160 acres 20. Rotary or cable t	ools:	
completed, or applie		2530'		Rotary		
21. Elevations (show wh	hether DF, RT, GR, etc.):	L /.) 3U			ate date work will st	art:
	6174' GR				pril 2002	
23.	PROP	OSED CASING AN	D CEMEINTING PR	OGRAM	-	
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH		QUANTITY OF	CEMENT
12-1/4"	8-5/8" K-55 ST&C	24	300'	230 sacks Class G	cement + 2% CaCl ₂ +	0.25 pps cellophane
7-7/8"	5-1/2" N-80 LT&C	17	2530'	135 sacks 10:1 R	FC Class G cement +	0.25 pps cellophane
7-110						
DESCRIBE PROPOSE	D PROGRAM: If proposal is to deepen, giv	e data on present productive zone	and proposed new productive :	zone. If proposal is to d	rill or deepen directi	onally, give pertinent data on
subsurface locations ar	nd measured and true vertical depths. Give	blowout preventer program, if any	,,*			
					RE	CEIVED
			τ	ž.	SI	EP 2 7 2001
						_
					-	IVISION OF
					OIL, G	AS AND MINING
24.	<u> </u>					
	()		PPE	2 PHOLTAS	DE DIVEA	R Date: 9/24/01
Nama & Signature	In With		Title:		7 EK VISO	^ Date: 9/24/01

Approved by the Utah Division of Oil, Gas and Mining

ORIGINAL

CONFIDENTIAL

Range 8 East (S89'37'E- 5295.84') S89'55'58"E - 5297.28' (N00.29,M-5310.36') 615.4 Drill hole 15-128 owns Elevation 6174.3' 2700.59° 2700.06°) - 4354606.0 2006.4 - 498418.9 S00'16'41" (N89'58'E- 2694.71') (N89'58'E- 2682.90') Legend N89'39'23"E - 2694.73' N89'38'39"E - 2682.77 **Drill Hole Location Brass Cap (Found)** Brass Cap (Searched for, but not found) Calculated Corner ORIGINAL) GLO

GPS Measured

Location:

The Bearings indicated are per the recorded plat obtained from the U.S. Land Office. The well location was determined using a Trimble 4700 GPS survey grade unit.

Basis of Elevation:

Basis of Elevation of 6192.0' being at the Northwest Section corner of Section 10, Township 17 South, Range 8 East, Salt Lake Base & Meridian, as shown on the Red Point Quadrangle 7.5 Minute Series Map.

Description of Location:

Proposed Drill Hole located in the NW 1/4, SW 1/4 of Section 15; being 2006.35' North and 615.43' East from the Southwest Corner of Section 15, T17S., R8E., Salt Lake Base and Meridian.

Surveyor's Certificate:

I, Albert J. Spensko, a Registered Professional Land Surveyor, holding Certificate 146652 State of Utah, do hereby certify that the information on this drawing is a true and accurate survey based on data of record and was conducted under my personal direction and supervision as shown hereon.





Talon Resources, Inc. 375 South Carbon Avenue, Suite 101 Price, Utah 84501

Ph: 435-637-8781 Fax: 435-636-8603



TEXACO E & P WELL # 15-128



Section 15, T17S., R8E., S.L.B.&M. Emery County, Utah

W. JACOBSON	Checked By: L.W.J.		
Drawing No.	Date: 12/18/00		
A-1	Scale: 1" = 1000'		
Sheet 1 of 4	Job No. 230		

GRAPHIC SCALE

(IN FEET) 1 inch = 1000 ft.

EXHIBIT "D" DRILLING PROGRAM

Attached to UDOGM Form 3
Texaco Exploration and Production, Inc.
State of Utah "GG" 15-128
NW/4 SW/4, Sec. 15, T17S, R8E, SLB & M
2006' FSL, 615' FWL
Emery County, Utah

1. The Geologic Surface Formation

Blue Gate Shale Member of the Mancos Shale

2. Estimated Tops of Important Geologic Markers

Ferron Marker -- 1965' Top of the A Coal -- 1980'

3. Projected Gas & H2O zones (Ferron Formation)

Coals and sandstones - 1965' - 2430'

No groundwater is expected to be encountered.

Casing & cementing will be done to protect potentially productive hydrocarbons, lost circulation zones, abnormal pressure zones, and prospectively valuable mineral deposits. All indications of usable water will be reported.

Surface casing will be tested to 1000 psi.

4. The Proposed Casing and Cementing Programs

HOLE	SETTING DEPTH	SIZE	WEIGHT, GRADE	CONDITION
SIZE	(INTERVAL)	(OD)	<u>& JOINT</u>	
12–1/4"	300'	8-5/8"	24# K-55 ST&C	New
7-7/8"	2530'	5-1/2"	17# N-80 LT&C	New

Cement Program - Every attempt will be made to bring cement back to surface.

Surface Casing:

230 sacks G + 2 % $CaCl_2 + 0.25$ pps cellophane flakes;

Weight: 15.8 #/gal Yield: 1.16 cu.ft/sk

Production Casing:

135 sacks 10:1 RFC Class G cement + 0.25 pps cellophane flakes;

Weight: 14.2 #/gal,

Yield: 1.62 cu.ft/sk yield.

The following shall be entered in the driller's log:

1) Blowout preventer pressure tests, including test pressures and results;

- 2) Blowout preventer tests for proper functioning;
- 3) Blowout prevention drills conducted;
- 4) Casing run, including size, grade, weight, and depth set;
- 5) How the pipe was cemented, including amount of cement, type, whether cement circulated, location of the cementing tools, etc.;
- 6) Waiting on cement time for each casing string;
- 7) Casing pressure tests after cementing, including test pressures and results.

5. <u>The Operator's Minimum Specifications for Pressure Control</u>

Exhibit "G" is a schematic diagram of the blowout preventer equipment. A double gate 3000 psi BOP will be used with a rotating head. This equipment will be tested to 2000 psi. All tests will be recorded in a Driller's Report Book. Physical operation of BOP's will be checked on each trip.

6. The Type and Characteristics of the Proposed Circulating Muds

0-300 12-1/4" hole Drill with air, will mud-up if necessary.

300-TD 7-7/8" hole Drill with air.

400 psi @ 1500-1800 Scf.

7. The Testing, Logging and Coring Programs are as followed

300-TD Gamma Ray, Density, Neutron Porosity, Induction, Caliper

Any Anticipated Abnormal Pressures or Temperatures

No abnormal pressures or temperatures have been noted or reported in wells drilled in the area nor at the depths anticipated in this well. Bottom hole pressure expected is approximately 1000 psi max. No hydrogen sulfide or other hazardous gases or fluids have been found, reported or are known to exist at these depths in the area.

8. Anticipated Starting Date and Duration of the Operations.

The well will be drilled approx.: April 2002.

Verbal and/or written notifications listed below shall be submitted in accordance with instructions from the Division of Oil, Gas & Miring:

- (a) prior to beginning construction;
- (b) prior to spudding;
- (c) prior to running any casing or BOP tests;
- (d) prior to plugging the well, for verbal plugging instructions.

Spills, blowouts, fires, leaks, accidents or other unusual occurrences shall be reported to the Division of Oil, Gas & Mining immediately.

EXHIBIT "E" <u>Multipoint Surface Use Plan</u>

Attached to UDOGM Form 3
Texaco Exploration and Production, Inc.
State of Utah "GG" 15-128
NW/4 SW/4, Sec. 15, T17S, R8E, SLB & M
2006' FSL, 615' FWL
Emery County, Utah

1. Existing Roads

- a. The proposed access road will encroach Old Mill Road (#307) in which approval to construct an encroach has been received from the Emery County Road Department (see Exhibit "B").
- b. We do not plan to change, alter or improve upon any other existing state or county roads. Existing roads will be maintained in the same or better condition.

2. Planned Access

- a. Approximately 4900' of new access is required (see Exhibit "B").
- b. Maximum Width: 20' travel surface with a 27' base.
- c. Maximum grade: 10%.
- c. Turnouts: None.
- d. Drainage design: approximately 8–18" culvert may be required. Water will be diverted away from the planned access as necessary and practical.
- e. If the well is productive, the road will be surfaced and maintained as necessary to prevent soil erosion and accommodate year-round traffic.

3. Location of Existing Wells

a. There are seven proposed wells and two existing wells within a one mile radius of the proposed well site (see Exhibit "B").

4. Location of Existing and/or Proposed Facilities

- a. If the well is a producer, installation of production facilities will follow.
- b. Buried powerlines and gathering lines will follow the proposed access road to the intersection with the Old Mill Road (see Exhibit "B").
- c. Rehabilitation of all pad areas not used for production facilities will be made in accordance with landowner stipulations.

5. Location and Type of Water Supply

- a. Water to be used for drilling will be obtained from a local water source (probably North Emery Water Users Association, a local source of municipal water).
- b. Water will be transported by truck over approved access roads.
- c. No water well is to be drilled for this location.

6. Source of Construction Materials

- a. All necessary construction materials needed will be obtained locally and hauled to the location on existing roads.
- b. No construction or surfacing materials will be taken from Federal/Indian land.

7. Methods for handling waste disposal

- a. Since the well will be air drilled, a small reserve pit will be constructed with a minimum of one-half the total depth below the original ground surface on the lowest point within the pit. The pit will not be lined unless conditions encountered during construction warrant it or if deemed necessary by the DOGM representative during the pre-site inspection. Three sides of the reserve pit will be fenced within 24 hours after completion of construction and the fourth side within 24 hours after drilling operation cease with four strands of barbed wire, or woven wire topped with barbed wire to a height of not less than four feet. The fence will be kept in good repair while the pit is drying.
- b. Following drilling, the liquid waste will be evaporated from the pit and the pit backfilled and returned to natural grade. No liquid hydrocarbons will be discharged to the reserve pit or pad location
- c. In the event fluids are produced, any oil will be retained in tankage until sold and any water produced will be retained until its quality can be determined. The quality and quantity of the water will determine the method of disposal.
- d. Trash will be contained in a portable metal container and will be hauled from location periodically and disposed of at an approved disposal site. Chemical toilets will be placed on location and sewage will be disposed of at an appropriate disposal site.

8. Ancillary Facilities

a. We anticipate no need for ancillary facilities with the exception of one trailer to be located on the drill site.

9. Wellsite Layout

- a. Available topsoil will be removed from the location and stockpiled. The location of mud tanks, reserve and bermed pits, and soil stockpiles will be located as shown on Exhibit "C".
- b. A blooie pit will be located 100' from the drill hole. A line will be placed on the surface from the center hole to the bermed pit. The bermed pit will not be lined, but will be fenced on four sides to protect livestock/wildlife.
- c. Access to the well pad will be as shown on Exhibit "B".
- d. Natural runoff will be diverted around the well pad.

10. Plans for Restoration of Surface

- a. All surface areas not required for producing operations will be graded to as near original condition as possible and recontoured to minimize possible erosion.
- b. Available topsoil will be stockpiled and will be evenly distributed over the disturbed areas and the area will be reseeded as prescribed by the landowner.
- c. Pits and any other area that would present a hazard to wildlife or livestock will be fenced off when the rig is released and removed.
- d. Any oil accumulation on the pit will be removed or overhead flagged as dictated by the existing conditions.
- e. Rehabilitation will commence following completion of the well. Rat and mouse holes will be filled immediately upon release of the drilling rig from the location. If the wellsite is to be abandoned, all disturbed areas will be recontoured.

11. Surface Ownership

a. The wellsite will be constructed on lands owned by the School and Institutional Trust Lands Administration, 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 The operator shall contact the landowner and the Division of Oil, Gas and Mining 48 hours prior to beginning construction activities.

12. Other Information:

- a. The primary surface use is wildlife habitat. The nearest dwelling is approximately 3500' northeast. Nearest live water is Huntington Creek approximately 2900' northeast.
- b. If there is snow on the ground when construction begins, it will be removed before the soil is disturbed, and piled downhill from the topsoil stockpile location.
- c. The backslope and foreslope will be constructed no steeper than 4:1.
- d. All equipment and vehicles will be confined to the access road and well pad.
- e. A complete copy of the approved Application for Permit to Drill (APD) including conditions and stipulations, shall be at the well site during construction and drilling operations.
- f. There will be no deviation from the proposed construction, drilling, and/or workover program without prior approval from the Division of Oil, Gas & Mining.

13. Company Representatives

Ian Kephart
Texaco Exploration and Production, Inc.
3300 North Butler Suite 100
Farmington, New Mexico 87401
(505)325-4397

Ron D. Wirth
Texaco Exploration and Production, Inc.
P.O. Box 618
Orangeville, Utah 84537
(435) 748-5395

Mail Approved A.P.D. To:

Company Representatives

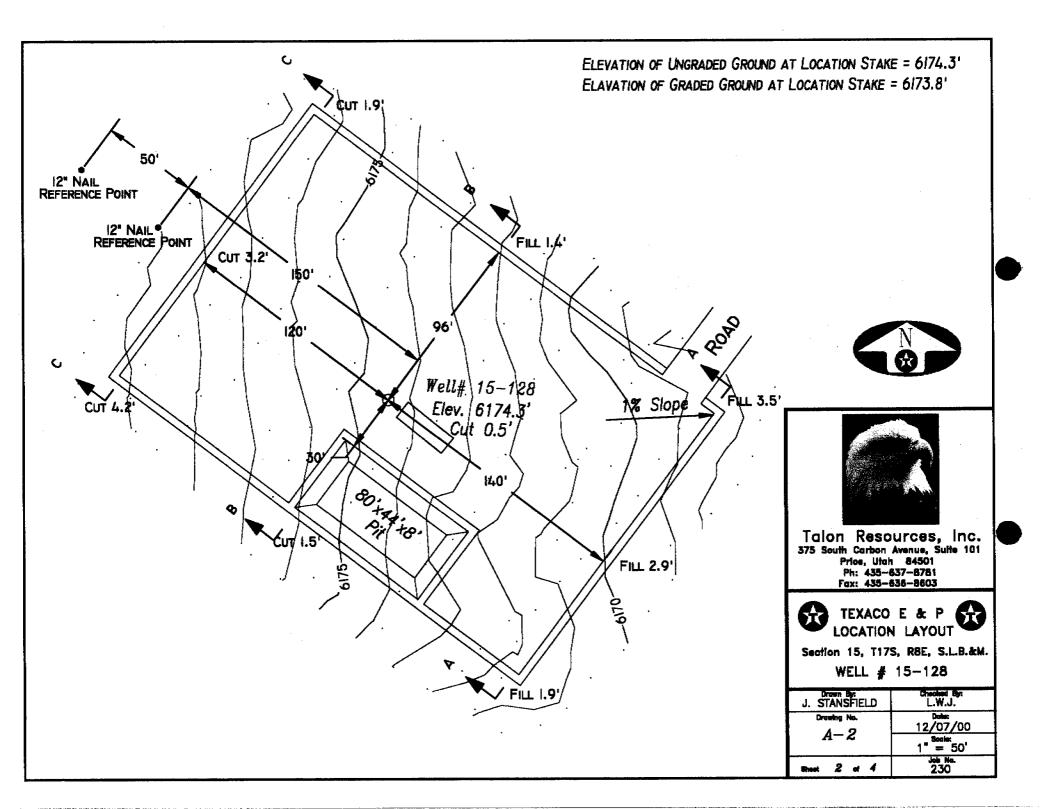
Excavation Contractor

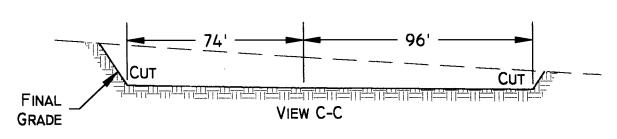
Nielson Construction 625 West 1300 North, North Loop Road Huntington, Utah 84528 (435) 687-2494

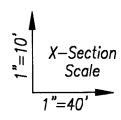
14. Certification

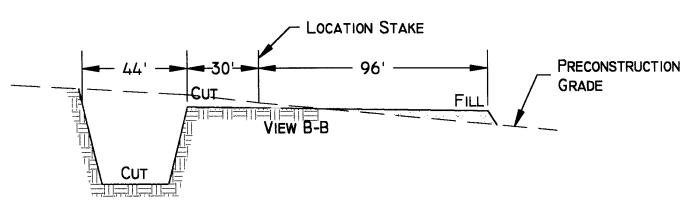
I hereby certify that I, or persons under my direct supervision have inspected the proposed drill-site and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct, and that the work associated with the operations proposed herein will be performed by Texaco Exploration and Production, Inc. and its subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Texaco Exploration and Production, Inc.

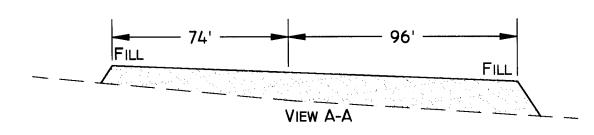








SLOPE = | 1/2 : | (EXCEPT PIT) PIT SLOPE = | ; |





Talon Resources, Inc. 375 South Carbon Avenue, Suite 101 Price, Utah 84501
Ph: 435-637-8781
Fax: 435-636-8603



TEXACO E & P



TYPICAL CROSS SECTION
Section 15, T17S, R8E, S.L.B.&M.
WELL # 15-128

Drawn By: J. STANSFIELD	Checked By: L.W.J.	
Drawing No.	Derte: 12/11/00	
C-1	Scale: 1" = 40'	
Sheet 3 of 4	Job No. 230	

APPROXIMATE YARDAGES

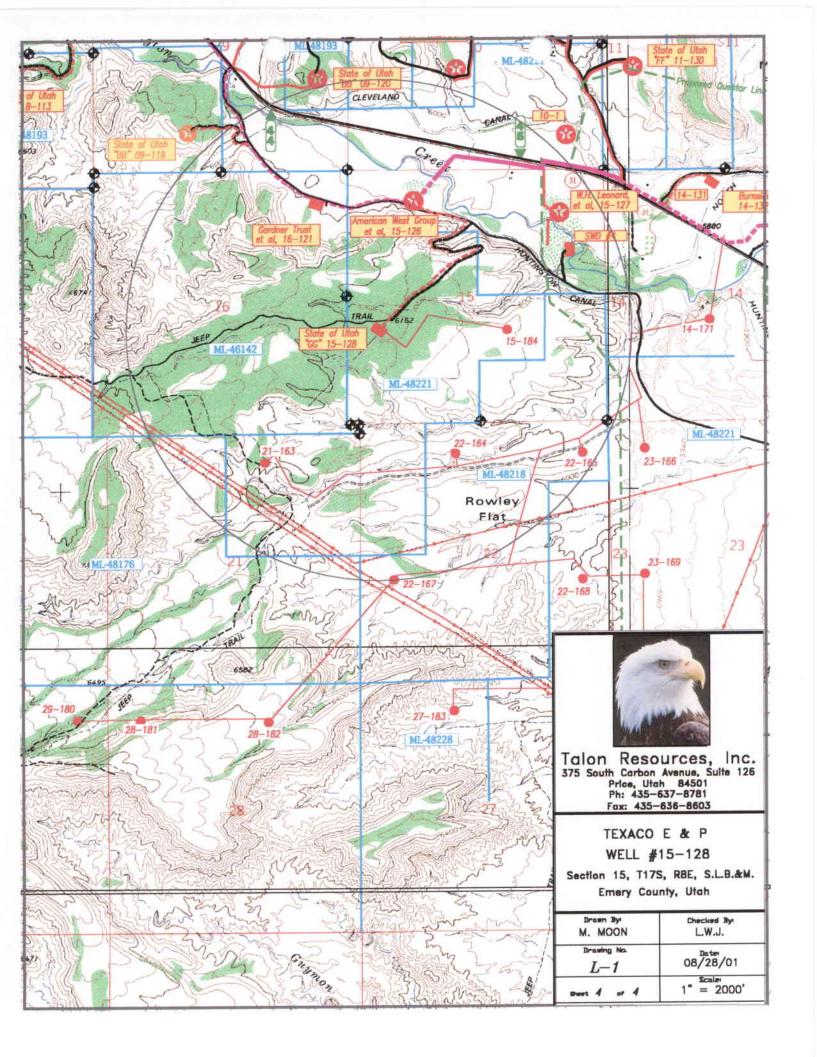
CUT

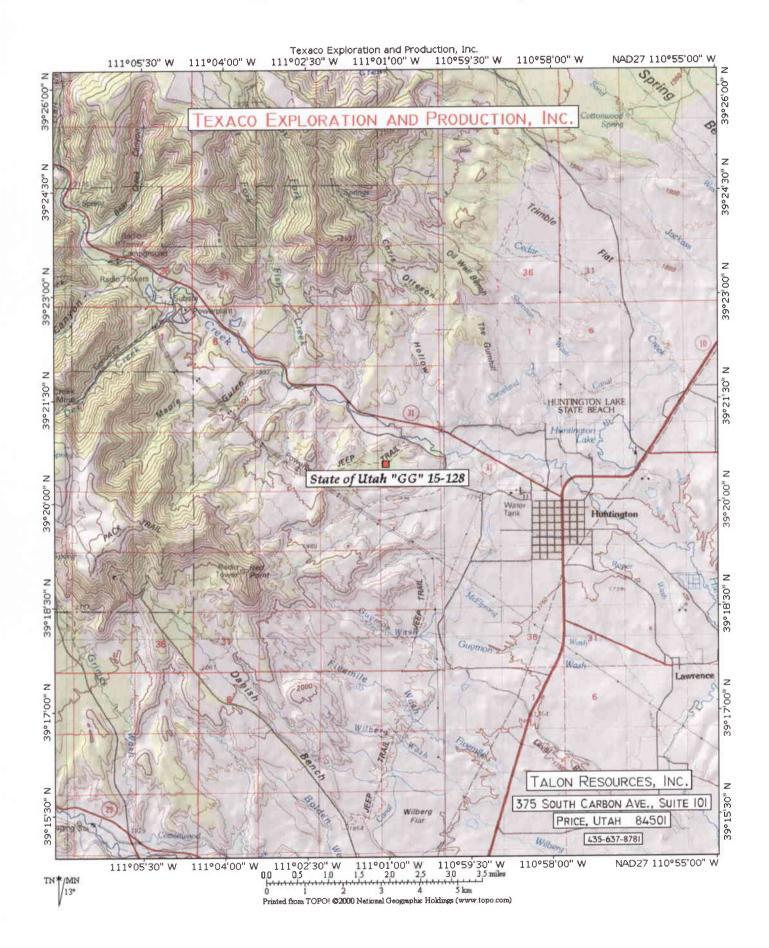
(6")Topsoil Stripping = 750 Cu. YDs.

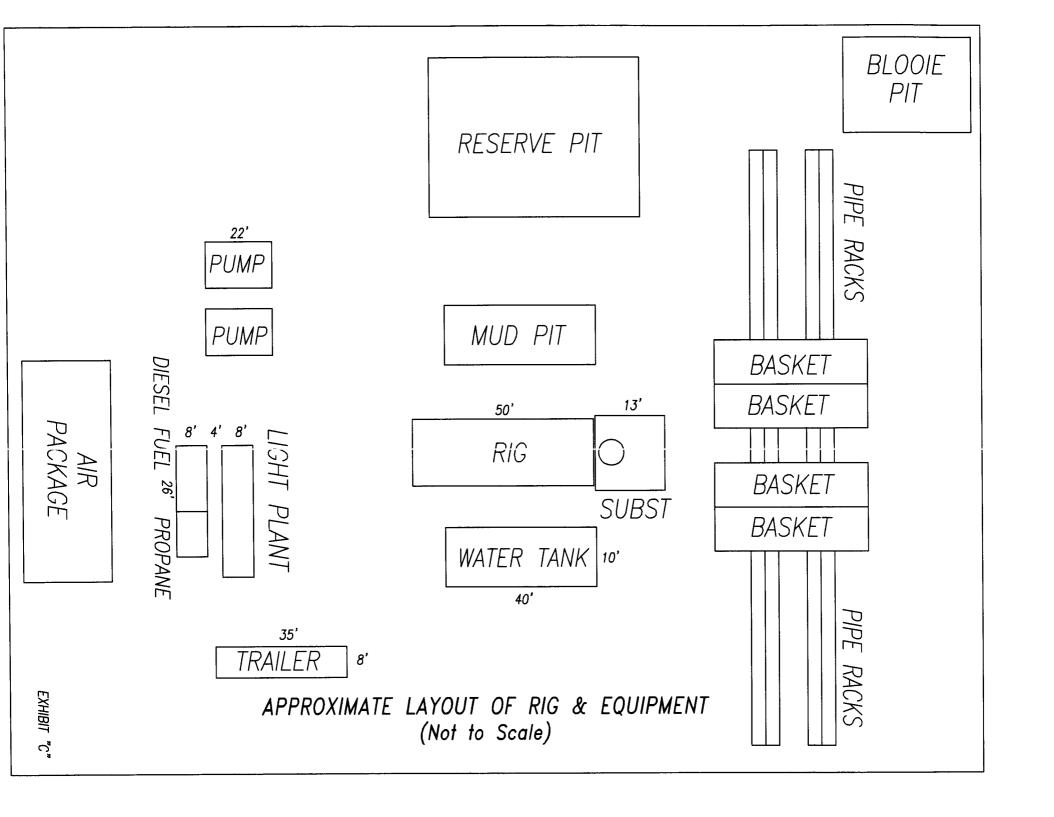
REMAINING LOCATION = 1,300 CU, YDS.

TOTAL CUT = 2,050 Cu. YDS.

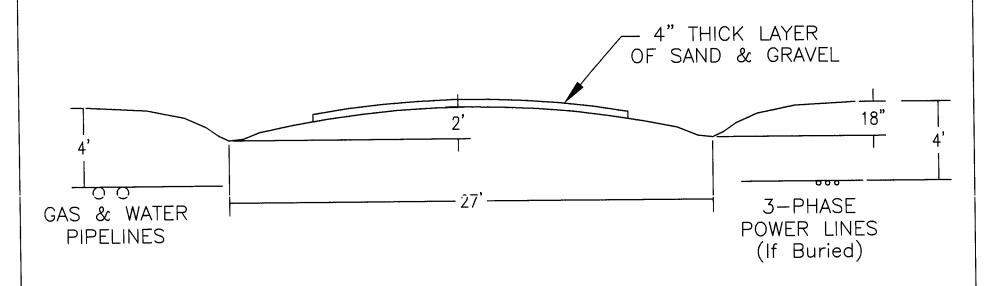
TOTAL FILL = 1,500 Cu. YDS.



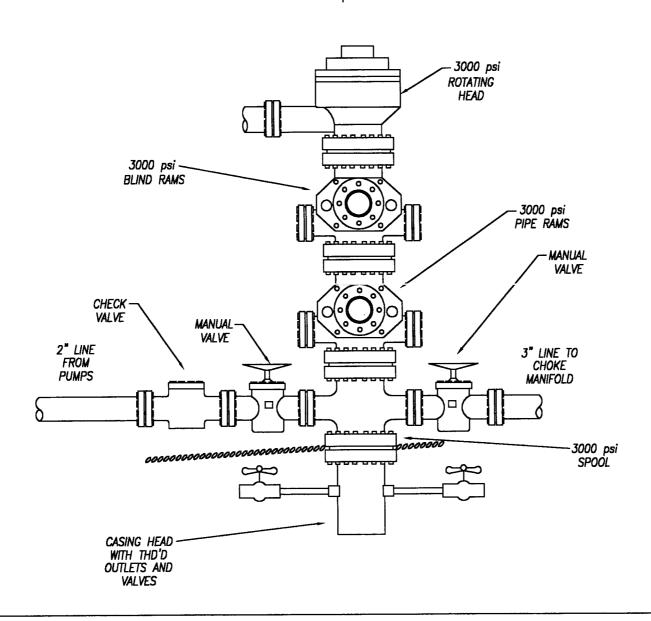




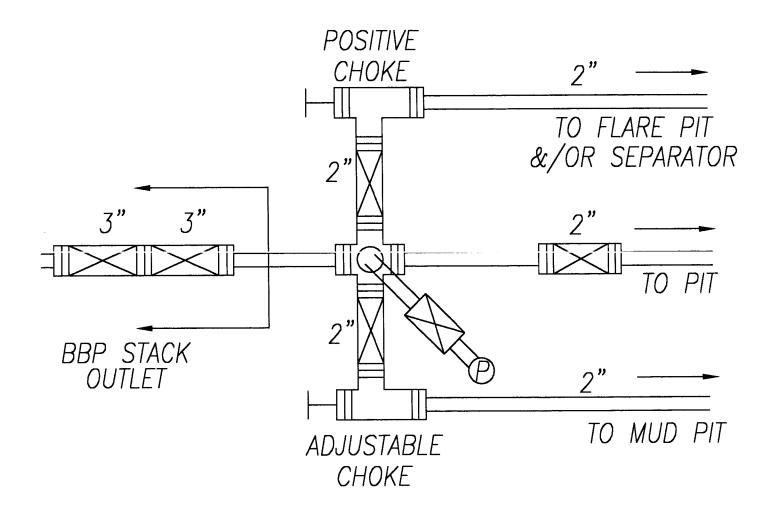
TYPICAL ROAD CROSS-SECTION



BOP Equipment 3000psi WP

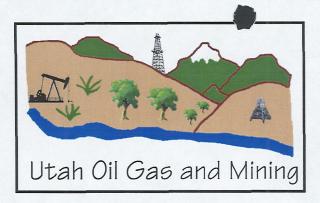


CHOKE MANIFOLD



WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 09/27/2001	API NO. ASSIGN	IED: 43-015-30	502
WELL NAME: ST OF UT GG 15-128 OPERATOR: TEXACO E & P INC (N5700) CONTACT: RON WIRTH PROPOSED LOCATION: NWSW 15 170S 080E SURFACE: 2006 FSL 0615 FWL BOTTOM: 2006 FSL 0615 FWL EMERY WHLDCAT BUZZARD BEACH (1) 132	PHONE NUMBER: 5 INSPECT LOCATI Tech Review Engineering Geology		/ Date (2//9/0)
LEASE TYPE: 3 - State LEASE NUMBER: ML-48221 SURFACE OWNER: 3 - State PROPOSED FORMATION: FRSD	Surface		
Plat Bond: Fed[] Ind[] Sta[3] Fee[] (No. 6049663) N Potash (Y/N) N Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. MUNICIPAL) N RDCC Review (Y/N) (Date:) N Fee Surf Agreement (Y/N)	R649-3-2. Siting: 460 R649-3-3. Drilling Un Board Caus Eff Date: Siting: 460	Unit HUNTINGTO General From Qtr/Qtr & 920 Exception ait se No: 245-2 4-25-2001.	Between Wells
COMMENTS: Need presite. (12-11-01) NEW LOCATION CHECKER 15 STILL OK. R.L. STIPULATIONS: 1-Statement of basis.		\$-02 ab	WRITE UP



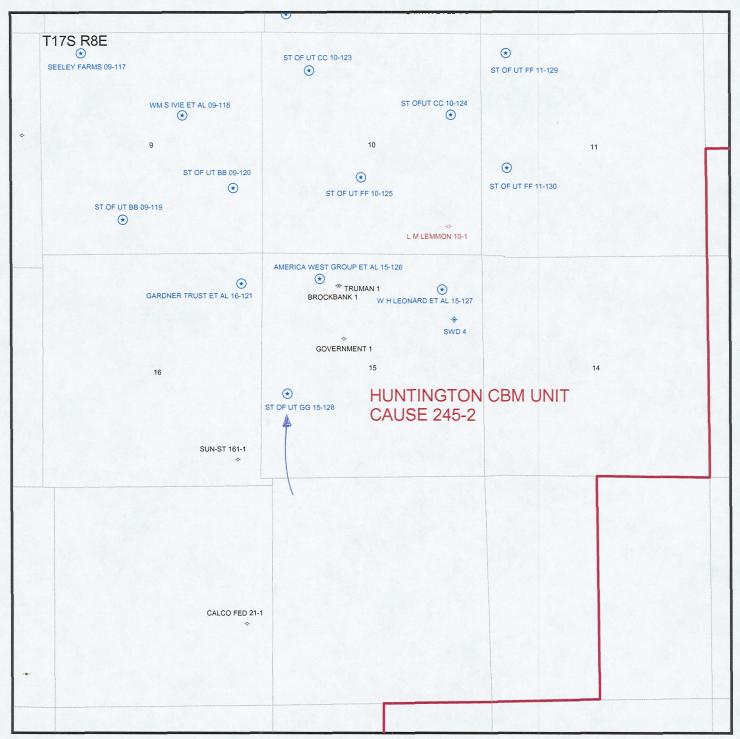
OPERATOR: TEXACO E&P INC (N5700)

SEC. 15, T17S, R8E

FIELD: WILDCAT (001)

COUNTY: EMERY UNIT: HUNTINGTON CBM

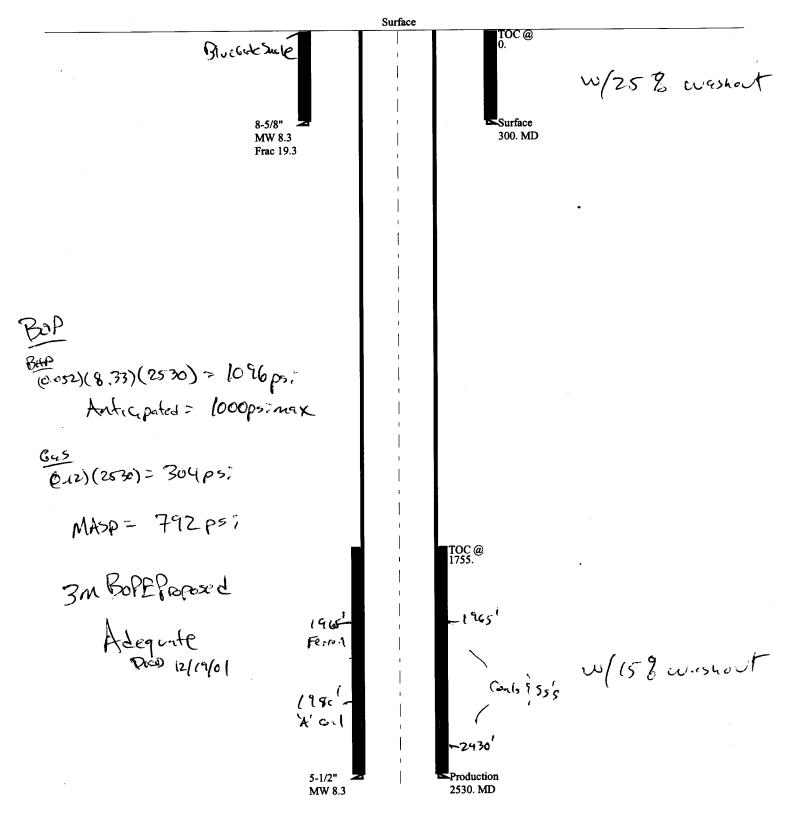
CAUSE: 245-2



PREPARED BY: LCORDOVA DATE: 1-OCTOBER-2001

12-01 Texaco ST of UT GG ~-128

Casing Schematic



Well name:

12-01 Texaco ST of UT GG 15-128

Operator:

Texaco E&P

String type:

Surface

Location:

Emery County, Utah

Project ID:

43-015-30502

Design parameters:

Collapse

Mud weight:

8.330 ppg

Design is based on evacuated pipe.

Minimum design factors:

Collapse:

Design factor

Environment:

H2S considered?

Surface temperature: Bottom hole temperature:

69 °F 1.40 °F/100ft Temperature gradient:

Minimum section length:

300 ft

65 °F

Νo

Burst:

Design factor

1.00

1.80 (J)

1.80 (J)

1.60 (J)

1.50 (J)

1.50 (B)

1.125

Cement top:

Surface

Burst

Max anticipated surface

pressure: Internal gradient: Calculated BHP

0 psi 0.433 psi/ft 130 psi

No backup mud specified.

Tension:

8 Round STC:

8 Round LTC: **Buttress:** Premium:

Body yield:

Tension is based on air weight. Neutral point: 262 ft Non-directional string.

Re subsequent strings: Next setting depth:

Next mud weight: Next setting BHP:

1,095 psi Fracture mud wt: 19.250 ppg Fracture depth:

Injection pressure

300 ft 300 psi

2,530 ft

8.330 ppg

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	300	8.625	24.00	K-55	ST&C	300	300	7.972	14.4
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psl)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	130	1370	10.56	130	2950	22.73	7	263	36.54 J

Prepared

Dustin K. Doucet

Utah Dept. of Natural Resources

Phone: (801) 538-5281 FAX: (801)359-3940

Date: December 19,2001 Salt Lake City, Utah

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Well name:

12-01 Texaco ST of UT GG 15-128

Operator:

Texaco E&P

String type:

Production

Location:

Emery County, Utah

Project ID:

43-015-30502

Design parameters:

Collapse

Mud weight:

8.330 ppg

Design is based on evacuated pipe.

Minimum design factors:

Collapse:

Design factor 1.125 **Environment:**

H2S considered? Surface temperature: No 65 °F

Bottom hole temperature:

100 °F

Temperature gradient:

1.40 °F/100ft

Minimum section length: 1,500 ft

Burst:

Design factor

1.00

1.80 (J)

1.80 (J)

1.60 (J)

1.50 (J)

1.50 (B)

Cement top:

1.755 ft

Burst

Max anticipated surface

pressure: Internal gradient: Calculated BHP

0 psi 0.433_psi/ft

1,095 psi

No backup mud specified.

Tension:

8 Round STC:

8 Round LTC: **Buttress:**

Premium:

Body yield:

Tension is based on air weight. Neutral point: 2,210 ft Non-directional string.

Run Seq	Segment Length (ft)	Size (In)	Nominal Weight (Ibs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	2530	5.5	17.00	N-80	LT&C	2530	2530	4.767	87.2
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psl)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	1095	6290	5.75	1095	7740	7.07	43	348	8.09 J

Prepared

Dustin K. Doucet

Utah Dept. of Natural Resources

Phone: (801) 538-5281

FAX: (801)359-3940

Date: December 19,2001 Salt Lake City, Utah

N/A.

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

DIVISION OF OIL, GAS AND MINING APPLICATION FOR PERMIT TO DRILL STATEMENT OF BASIS

OPERATOR: Texaco
WELL NAME & NUMBER: State of Utah "GG" 15-128
API NUMBER: 43-015-30502
LOCATION: 1/4,1/4 NWSW Sec: 15 TWP: 17S RNG: 8 E 2006' FSL 615' FWL
Geology/Ground Water:
A search of the Utah Division of Water Rights was made and a plot of the existing points of diversion
was obtained showing 0 active points of diversion within one mile of this location. There are only
known culinary wells in Emery County. The location is in a broad bottomed gully with no designate
name, and is about ½ mile south of Huntington Creek. This gully drains about 3 square miles of surface
and it will run water during high runoff times of the year. It eventually drains into Huntington Creek and
thence to the Price River. Precautions will be taken to limit erosion and siltation caused by drilling
activities. Soils in the area are quaternary alluvium and will consist of sand and clay derived from the
rock layers of the Upper Member of Bluegate Shale and interbedded Emery Sandstone. In this area the
formations will dip gently toward the west where they rise to form the Wasatch Plateau, and lie in a
erosional valley of the Price River and Huntington River Drainages, as they flow around the San Rafae
Swell to the East. The 300 feet of surface casing proposed for this well should be sufficient for the
protection of any near surface waters.
Reviewer: K. Michael Hebertson Date: 13-December-2001
Surface:
The closest live water source is Huntington Creek, which lies North of the proposed location ~1.0 miles
The terrain is rocky and slopes toward the Northeast with some dry washes varying in size in the
surrounding area. Provisions were made for site structural integrity, rehabilitation, and waste disposa
SITLA was invited but did not attend.
Reviewer: Mark L. Jones Date: December 12, 2001

Conditions of Approval/Application for Permit to Drill:

- 1. Berm location and reserve pit.
- 2. Divert drainages around the location with diversion ditches, turnouts, and culverts where appropriate.
- 3. A synthetic liner with a minimum thickness of 12 mils shall be properly installed and maintained in the reserve pit.

New Location 06-25-02



New Location 06-25-02



ON-SITE PREDRILL EVALUATION Division of Oil, Gas and Mining

OPERATOR: Texaco

WELL NAME & NUMBER: State of Utah "GG" 15-128

API NUMBER: 43-015-30502

LEASE: State **FIELD/UNIT**:

LOCATION: 1/4,1/4 NWSW Sec: 15 TWP: 17S RNG: 8 E 2006' FSL 615' FWL

LEGAL WELL SITING: 460 F Unit boundary and uncommitted tracts.

GPS COORD (UTM): X =498424 E; Y =4354603 N SURFACE OWNER: SITLA

NEW LOC V= 498479 E 4:4354585 N.

PARTICIPANTS

M. Jones (DOGM), D. Hamilton and Larry Johnson (Talon), R. Wirth (Texaco), C. Colt (DWR), B. Anderson (Emery County). SITLA was invited but did not attend.

REGIONAL/LOCAL SETTING & TOPOGRAPHY

Proposed location is located ~2.0 miles W of Huntington, Utah. Access will come off a county maintained road, Old Mill Road. The terrain slopes to the East and eventually into Huntington Creek.

SURFACE USE PLAN

CURRENT SURFACE USE: Grazing and wildlife habitat.

PROPOSED SURFACE DISTURBANCE: 170 x 250 pad w/ 80 x 44 x 8 pit included. ~4900' of new access will be needed for this location.

LOCATION OF EXISTING WELLS WITHIN A 1 MILE RADIUS: 7 Proposed wells and 2 existing wells within a 1 mile radius.

LOCATION OF PRODUCTION FACILITIES AND PIPELINES: Along the roadway.

SOURCE OF CONSTRUCTION MATERIAL: Obtained Locally and transported in.

ANCILLARY FACILITIES: N/A

WASTE MANAGEMENT PLAN:

Portable chemical toilets which will be emptied into the municipal waste treatment system; garbage cans on location will be emptied into centralized dumpsters which will be emptied into an approved landfill. Crude oil production is unlikely. Drilling fluid, completion / frac fluid and cuttings will be buried in the pit after evaporation and slashing the pit liner. Produced water will be gathered to the evaporation pit and eventually injected into the Navajo Sandstone via a salt water disposal well. Used oil from drilling operations and support is hauled to a used oil recycler and reused.

ENVIRONMENTAL PARAMETERS

AFFECTED FLOODPLAINS AND/OR WETLANDS: Dry washes cut throughout the area

near the pad and it's proposed access. The location of the pad itself does not have major drainage issues associated with it. A small amount of cut and fill will be needed for this location. FLORA/FAUNA: PJ, Sagebrush, grasses, deer, elk, coyote, small game. SOIL TYPE AND CHARACTERISTICS: Gravely clay. EROSION/SEDIMENTATION/STABILITY: Erosive when disturbed. PALEONTOLOGICAL POTENTIAL: None observed. RESERVE PIT CHARACTERISTICS: Dugout earthen pit. LINER REQUIREMENTS (Site Ranking Form attached): Liner Required. SURFACE RESTORATION/RECLAMATION PLAN As per surface use agreement. SURFACE AGREEMENT: Yes. CULTURAL RESOURCES/ARCHAEOLOGY: On file with State. OTHER OBSERVATIONS/COMMENTS Surface agreements and right-of-ways have not been obtained at time of on-site for the access into this well. Most of the access is on SITLA, however a small amount of the access will cross private surface.

ATTACHMENTS

Photos of this location were taken and placed on file.

Mark L. Jones
DOGM REPRESENTATIVE

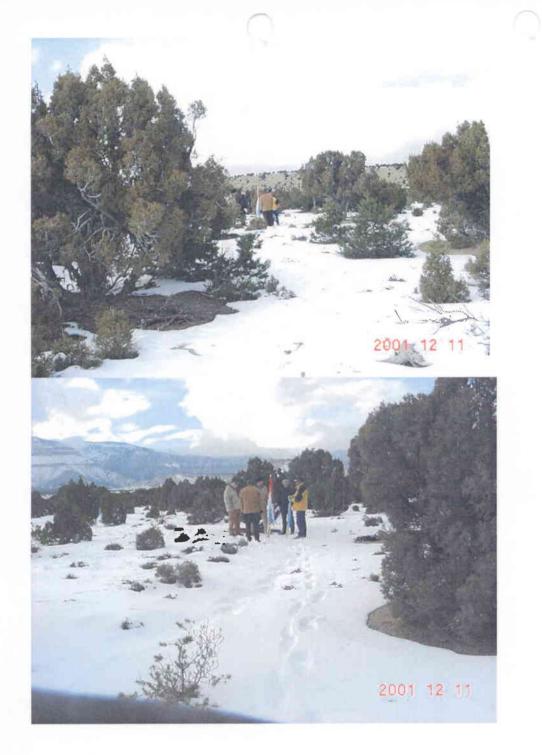
December 11, 2001 / 2:00 pm
DATE/TIME

Evaluation Ranking Criteria and Ranking Score For Reserve and Onsite Pit Liner Requirements

Site-Specific Factors	Ranking	Site Ranking
Distance to Groundwater (feet)		
>200	0	
100 to 200 75 to 100	5 10	
25 to 75	15	
<25 or recharge area	20	0
Distance to Surf. Water (feet)		
>1000	0	
300 to 1000	2	
200 to 300 100 to 200	10 15	
< 100	20	0
Distance to Nearest Municipal Well (feet) >5280 1320 to 5280 500 to 1320	0 5 10	
<500 CO 1320 <500	20	0
Distance to Other Wells (feet)		
>1320 300 to 1320	0 10	
<300	20	0
Native Soil Type		
Low permeability	0	
Mod. permeability	10	
High permeability	20	20
Fluid Type		
Air/mist	0	
Fresh Water TDS >5000 and <10000	5 10	
TDS >5000 and <10000 TDS >10000 or Oil Base Mud Fluid	15	
containing significant levels of		
hazardous constituents	20	0
Drill Cuttings		
Normal Rock	0	
Salt or detrimental	10	0
Annual Precipitation (inches)		
<10	0	
10 to 20	5	^
>20	10	0
Affected Populations	0	
<10 10 to 30	0 6	
30 to 50	8	
>50	10	0
Presence of Nearby Utility Conduits		
Not Present	0	
Unknown Present	10 15	0
Hesent	15	
Final Score 2	(Level	I Sensitivity)

Sensitivity Level I = 20 or more; total containment is required. Sensitivity Level II = 15-19; lining is discretionary. Sensitivity Level III = below 15; no specific lining is required.

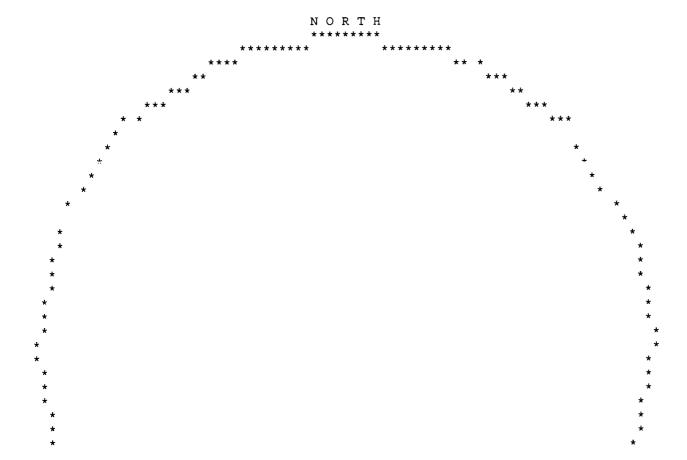


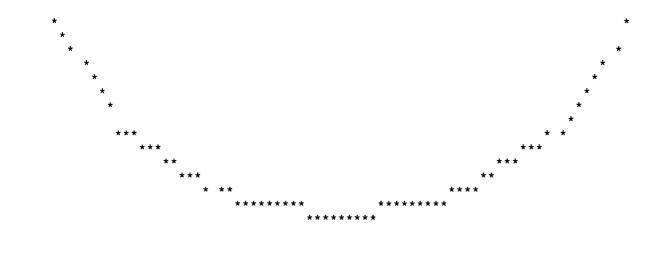


UTAH DIVISION OF WATER RIGHTS WATER RIGHT POINT OF DIVERSION PLOT CREATED THU, DEC 13, 2001, 3:19 PM PLOT SHOWS LOCATION OF 0 POINTS OF DIVERSION

PLOT OF AN AREA WITH A RADIUS OF 5280 FEET FROM A POINT N 2006 FEET, E 615 FEET OF THE SW CORNER, SECTION 15 TOWNSHIP 17S RANGE 8E SL BASE AND MERIDIAN

PLOT SCALE IS APPROXIMATELY 1 INCH = 2000 FEET





2 of 2 12/13/01 2:14 PM

STATE OF UTAH

SUNDRY NOTICES AND REPORTS ON					
SUNDRY NOTICES AND REPORTS ON	WELLS 6.1		ML-48221		
SUNDRY NOTICES AND REPORTS ON		f Indian, Allottee or	Tribe Name:		
	WLL.LO	N/A			
Do not use this form for proposals to drill new wells, deepen existing wells, or to reenter plugg	ned and abandoned Wells.	Jnit Agreement Nan			
Use APPLICATION FOR PERMIT TO DRILL OR DEEPEN form for such pr	oposals.	Huntington (Shallow) CBM		
OU EL CACETOTUED:	8.	Well Name and Nur			
1. Type of Well: OILLI GAS KI OTHER.			"GG" 15-128		
2. Name of Operator:	9.	APIWell Number:			
Texaco Exploration and Production, Inc.					
3. Address and Telephone Number:	· -	Field or Pool, or W			
3300 North Butler, Farmington, NM 87401:	5()5-325-4397	Undesignated	<u> </u>		
4. Location of Well Footages: 2006' FSL, 615' FWL QQ, Sec., T., R., M.: NW/4 SW/4, Section 15, T17S, R8E, SLB&M	Co	unty: Emery ate: Utah			
11. CHECK APPROPRIATE BOXES TO INDICATE NA	TURE: OF NOTICE, REP	ORT, OR O	THER DATA		
NOTICE OF INTENT (Submit in Duplicate)		SEQUENT RE			
☐ Abandon ☐ New Construction	☐ Abandon *		New Construction		
☐ Repair Casing ☐ Pull or Alter Casing	☐ Repair Casing		Pull or Alter Casing		
☐ Change of Plans ☐ Recomplete	☐ Change of Plans		Reperforate		
☐ Convert to Injection ☐ Reperforate	☐ Convert to Injection		• • • • • • • • • • • • • • • • • • • •		
☐ Fracture Treat or Acidize ☐ Vent or Flare	☐ Fracture Treat or Acidize	• 🗆	Water Shut-Off		
☐ Multiple Completion ☐ Water Shut-Off ☐ Other	Date of work completion	Information			
Approximate date work will start	Report results of Multiple Com	pletions and Recom REPORT AND LO	pletions to different reservoirs on WELL 3 form.		
	Must be accompanied by a cement	verification report.			

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

The location of this well is no closer than 460' from the Huntington (shallow) CBM unit boundary or to an uncommitted Federal or unleased tract within the Unit Area.

RECEIVED

OCT 1 8 2001

DIVISION OF OIL, GAS AND MINING

ORIGINAL

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10.	~ 1			
				. /
				
	Lat / Kartta /	La January +	Title: Encheer	Date: (ひ/そ/ひ)
Name & Signature:	an 100 cal	The Kellicat		54.0. <u></u>

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Lisha Cordova - Cultural Resource Inventory Status

From: "Don Hamilton" <talon@castlenet.com>

To: "John Baza" <jbaza.nrogm@state.ut.us>

Date: 04/02/2002 10:00 AM

Subject: Cultural Resource Inventory Status

CC: "Lisha Cordova" < lcordova.nrogm@state.ut.us>

Mr. Baza:

As I stated earlier during our phone conversation ChevronTexaco has completed a cultural resource inventory on six of the eight wells that are slated for approval this week:

A cultural resources inventory has been completed on the following six wells slated for immediate approval:

Seeley Farms 09-117	completed 10-5-01
Seeley Farms 08-112	completed 3-21-02
State of Utah "GG" 04-115	completed 3-21-02
State of Utah "BB" 08-113 State of Utah "GG" 04-116	completed 10-5-01 completed 10-5-01
State of Utah "AA" 07-105	completed 10-5-01

The other two wells are further down the priority list and will be completed within the next few weeks:

State of Utah 14-170 pending State of Utah "GG" 15-128 pending

Both the 10-5-01 and the 3-21-02 reports were completed by Montgomery Archaeological Consultants and are on file at the SHPO office.

I have attached an updated spreadsheet reflecting other wells that have their cultural resource inventory in place at this time to serve a reference for future permits that may follow in the weeks ahead. It also reflects a priority list that ChevronTexaco has assigned that may be of some value to you.

Please feel free to contact me if you have any questions or need additional information.

Don Hamilton Talon Resources, Inc. 435-637-8781

2002 Cultural Inventory Checklist

Priority	WELL NAME	CULTURAL	ON-SITE	COUNTY	ST. APD	ST. APD	Section	Township	Footages
	& NUMBER	INVENTORY	CONDUCTED	PERMIT	FILED	API Number	1/4-1/4	Range	From sec. Line
1	Seeley Farms 08-112	03/21/2002	11-13-01	11/08/2001	09/19/2001	43-015-30495	NE NE	17 S 8 E	580' FNL, 1167' FEL
2	Seeley Farms 09-117	10/05/2001	11-13-01	11/08/2001	09/24/2001	43-015-30501	NW NW	17 S 8 E	500' FNL, 962' FWL
3	Conover 14-171	03/21/2002	01/18/2002	sub. 12/27/01	12/17/2001		NW SW	17 S 8 E	1461' FSL, 773' FWL
4	Malone 14-131	03/21/2002		10/26/2001	03/18/2002		SW NW	17 S 8 E	1935' FNL, 1183' FWL
5	Sate of Utah "FO" 02-188	03/21/2002	03/26/2002	sub 3-26-02	02/15/2002		NE SE	17 S 8 E	1721' FSL, 611 FWL
6	State of Utah "HH" 03-133	03/21/2002	03/26/2002	11/08/2001	09/24/2001		SE SE	17 S 8 E	1154' FSL, 1093' FEL
7	State of Utah "T" 38-100	03/21/2002	02/19/2002	11/08/2001	10/09/2001		NE SE	16 S 7 E	2355' FSL, 1010' FEL
8	State of Utah 36-138	03/21/2002	02/19/2002	sub 2-14-02	02/01/2002		SW NW	16 S 7 E	1624' FNL, 469' FWL
9	State of Utah "GG" 3-122	03/21/2002	03/26/2002	11/08/2001	09/24/2001		sw sw	17 S 8 E	1256' FSL 1260' FWL
10	State of Utah "CC" 03-161	03/21/2002	03/26/2002	sub 2-14-02	02/01/2002		SE NE	17 \$ 8 E	1483' FNL, 1223' FEL
11	State of Utah "BB" 04-116	10/05/2001	12/3/01	11/08/2001	10/09/2001		SW SE	17 S 8 E	623' FSL, 1565' FEL
12	State of Utah "GG" 04-115	03/21/2002	12/3/01	11/08/2001	10/09/2001		NE SW	17 S 8 E	1690' FSL, 1877' FWL
13	State of Utah "BB" 08-113	10/05/2001	12/11/2001	11/08/2001	09/19/2001		NW SE	17 S 8 E	1827' FSL, 2093' FEL
14	State of Utah "BB" 09-119	Complete	10/27/2000	01/25/2001	09/08/2000	43-015-30437	SE SW	17 S 8 E	820' FSL, 1954' FWL
15	State of Utah "AA" 7-105	10/05/2001	11/27/2001	11/08/2001	09/19/2001		SW NW	17 S 8 E	2159' FNL, 463' FWL
16	State of Utah 36-139	03/21/2002	02/19/2002	sub. 12/27/01	12/17/2001		NW SW	16 \$ 7 E	1878' FSL, 747' FWL
17	UP&L Federal 01-101	10/05/2001	11/27/2001	11/08/2001	10/25/2001		SE NE	17 S 7 E	1805' FNL, 691' FEL
18	Utah Federal "KK" 01-141	03/21/2002					NW SE	17 \$ 7 E	1741' FSL, 2057' FEL
19	Utah Federal "KK" 01-140	03/21/2002		03/29/2002	03/27/2002		SE NW	17 S 7 E	2652' FNL, 1511' FWL
20	State of Utah "FO" 02-186		03/26/2002	sub 2-14-02	02/07/2002		NE NW	17 S 8 E	1009' FNL, 1740' FWL
21	SWD #3 (Ferron recompletion)	Complete							
22	Existing Chandler Well				_				

ALTERNATE LOCATIONS:



▶ 1	State of Utah "GG" 15-128		12/11/2001	11/08/2001	09/24/2001		NW SW	17 S 8 E	2006' FSL, 615' FWL
2	State of Utah "GG" 15-184							17 S 8 E	1575' FSL, 2040' FEL
3	State of Utah "JJ " 03-160		03/26/2002	sub 2-14-02	02/07/2002		NW NW	17 S 8 E	1291' FNL 899' FWL
4	State of Utah "BB" 04-158			sub 3-26-02	02/15/2002		NE NW	17 S 8 E	627' FNL, 2190' FWL
5	State of Utah "BB" 04-159			sub 3-26-02	02/15/2002		SW NE	17 S 8 E	2147' FNL, 1858' FEL
6	Federal C 23-84	Completed	01/20/2000		01/26/2000	43-015-30447	NE SW	18 S 7 E	2051' FSL, 1548' FWL
7	State of Utah 01-97		12/03/2001	10/26/2001	10/25/2001	43-015-30498	SE NE	18 S 7 E	1859' FNL, 753' FEL
8	State of Utah "II" 36-96		12/03/2001	10/26/2001	10/25/2001	43-015-30508	NE SE	17 S 7 E	1922' FSL, 764' FEL
9	#16-162							_	
10	State of Utah "KK" 32-144							16 S 8 E	
11	State of Utah "KK" 32-145							16 S 8 E	
12	State of Utah "II" 36-95		12/03/2001	10/26/2001	10/25/2001	43-015-30509	SW NE	17 S 7 E	2022' FNL, 2130' FEL
.0	#11-174								
.0	#11-172								
.0	Burnside 14-132	10/05/2002	10/05/2001	11/08/2001	10/09/2001		NW NE	17 S 8 E	1276' FNL, 1439' FEL
.0	State of Utah 14-170		01/18/2002	sub. 12/27/01	12/17/2001		SW SE	17 S 8 E	809' FSL, 2292' FEL
.0	31-20						_		
0	6-17								
0	6-18								
0	31-21								
.0	31-22								
0	Utah Federal "P" 12-153		03/19/2002	sub 2-14-02	02/01/2002		NW NW	18 S 7 E	276' FNL 975' FWL
0	#8-148								



Chevron U.S.A. Production Company Mid-Continent Business Unit P.O. Box 36366 Houston, TX 77236 Phone 713 754 2000

April 9, 2002

Mr. John Baza, Associate Director of Oil and Gas Utah Department of Natural Resources Division of Oil, Gas & Mining 1594 W. North Temple St., Suite 1210 Salt Lake City, UT 84114-5801 APRILY 2002

DIVISION OF JIE, GAS AND MINING

Dear Mr. Baza:

As you may recall from our meeting last year, we planned to combine the assets of Chevron U.S.A. Inc. ("CUSA"), by merger, and Texaco Exploration and Production Inc. ("TEPI"), by assignment, into a new entity which we referred to as "Newco LP". Along the way, additional information came to light and it was decided that this proposed corporate restructure would not be preferable. Therefore, CUSA and TEPI have continued to operate as separate entities.

We are now planning a simpler restructuring process where TEPI will assign most of its assets/operatorship to CUSA effective May 1, 2002. We plan to use the existing CUSA bonds/letters of credit, operator identification numbers, etc., for the TEPI assets that will be assigned.

A task force of Land, Regulatory and Environmental Compliance personnel are finishing the work that was begun last year to assign TEPI's assets—using the same forms and procedures as before. We have "new faces" in this task force due to reassignments and departures. In some cases, it may be worthwhile to visit you and your staff in person where new people are involved or if we need to review/clarify your forms and procedures. Otherwise, we will endeavor to complete the work to assign TEPI's assets/operatorship to CUSA and deliver the requisite materials to you in a timely manner.

During discussions last year, our focus was on Land, Regulatory and Environmental matters. The Finance organization also desires to join in this effort. For State Tax, Royalty and Regulatory reporting purposes (applicable to production from May 2002 through December 2002), we intend to generate two reports and two payments.



However, the reporting company name and identification number will be CUSA's. Beginning with January 2003 production and thereafter, we will issue only one CUSA report and payment. We trust this plan meets with your approval. Any questions or comments should be directed to Rick Dunlavy (telephone 713/752-7411, rickdunlavy@chevrontexaco.com).

We appreciate the cooperation and guidance you provided us in the past, and we look forward to bringing these efforts to a conclusion.

Respectfully submitted,

Don R. Sellars

Sr. Environmental Specialist

ST. _ = OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL GAS AND MINING

			5. LEASE DESIGNATION AND SERIAL NUMBER: See Attached List of Wells						
	SUNDRY NOTICES AND REPORTS ON WELLS 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: BLM & State of Utah								
Do n	ot use this form for proposals to drill n drill horizontal la	new wells, significantly deepen existing wells below curr aterals. Use APPLICATION FOR PERMIT TO DRILL fo	rent bottom-hole der	th, reenter plugged wells, or to	7. UNIT OF CA AGREEMENT NAME: Orangeville & Huntington				
1. TY	PE OF WELL OIL WELL		Operator Nam		8. WELL NAME and NUMBER: See Attached List of Wells				
	ME OF OPERATOR:		 ,		9. API NUMBER:				
	evron U.S.A. Inc.		· ·	PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:				
P.C	D. Box 36366 _{Cit}	Y Houston STATE TX ZIP	77236	(281) 561-3443					
	CATION OF WELL OTAGES AT SURFACE: See Af	ttached List of Wells			соинту: Етегу				
QT	R/QTR, SECTION, TOWNSHIP, RAN	GE, MERIDIAN:			STATE: UTAH				
11.	CHECK APPR	ROPRIATE BOXES TO INDICAT	E NATURE	OF NOTICE, REPOR	RT, OR OTHER DATA				
7	YPE OF SUBMISSION		T	YPE OF ACTION					
V	NOTICE OF INTENT	ACIDIZE	DEEPEN		REPERFORATE CURRENT FORMATION				
_	(Submit in Duplicate)	ALTER CASING	FRACTURE	TREAT	SIDETRACK TO REPAIR WELL				
	Approximate date work will start:	CASING REPAIR	NEW CONS	TRUCTION	TEMPORARILY ABANDON				
		CHANGE TO PREVIOUS PLANS	OPERATOF.	CHANGE	TUBING REPAIR				
		CHANGE TUBING	PLUG AND	ABANDON	VENT OR FLARE				
	SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK		WATER DISPOSAL				
	Date of work completion:	CHANGE WELL STATUS	PRODUCTIO	ON (START/RESUME)	WATER SHUT-OFF				
		COMMINGLE PRODUCING FORMATIONS	RECLAMATI	ON OF WELL SITE	Operator Name Change (Merger)				
		CONVERT WELL TYPE	RECOMPLE	TE - DIFFERENT FORMATION					
Effe pre of H	ective May 1, 2002, Che viously operated by Tex Huntington, Emery Cour	ewpleted operations. Clearly show all perevion U.S.A. Inc. is the new operation and Production only, Utah. These Wells will be producted to the production of the production o	ator of the at Inc. The suc otected by th	tached list of subject bject wells are located the following surety bo	wells and leases that were d North of Orangeville and North nds:				
		103521627-0016 in the amount 89-75-80-0059. We respectfully r							
BL	M Nationwide Bond#: U	J89-75-81-0034 in the amount of	\$300,000.						
•	Contacts:			R	ECEIVED				
	• /	pervisor - 435 748-5395 x1 n & Production Inc.			MAY 0 6 2002				
·	J. Purdy, Attor	rney-In-Fact		OIL,	DIVISION OF GAS AND MINING				
NAME	(PLEASE PRIM) Allen S	. Robinson	TITLE	Attorney-In-F	act				
SIGNA	101, 80	Colum	DATE	April 20 200	2				
		-							

(This space for State use only)

Diana Mason - Additional Cultural Clearances - ChevronTexaco 2002 development

From: "Don Hamilton" <talon@castlenet.com>
To: "Diana Mason" <dmason@state.ut.us>

Date: 5/10/02 12:17 PM

Subject: Additional Cultural Clearances - ChevronTexaco 2002 development

CC: "Lisha Cordova" < lcordova.nrogm@state.ut.us>, "John Baza"

<jbaza.nrogm@state.ut.us>

Diana:

A cultural resources inventory has been completed over the past few weeks by Montgomery Archaeological Consultants. The report is dated 5-6-02 and included complete clearance on the following wells:

State of Utah "JJ" 03-160
State of Utah "BB" 04-158
State of Utah "BB" 04-159
State of Utah "BB" 08-113
State of Utah 08-148 (application pending)
State of Utah 14-170
State of Utah "GG" 15-128
State of Utah "GG" 15-184
State of Utah "KK" 32-144 (application pending)
State of Utah "KK" 32-145 (application pending)

Please feel free to contact me if you have any questions or need additional information.

Don

Michael O. Leavitt
Governor

Kathleen Clarke
Executive Director

Lowell P. Braxton
Division Director

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

May 14, 2002

Texaco Exploration and Production Inc. PO Box 618
. Orangeville UT 84537

Re: State of Utah GG 15-128 Well, 2006' FSL, 615' FWL, NW SW, Sec. 15, T. 17 South,

R. 8 East, Emery County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-015-30502.

Sincerely,

John R. Baza
Associate Director

er

Enclosures

cc: Emery County Assessor

SITLA

n GG 15-128
02

Location: NW SW Sec. 15 T. 17 South R. 8 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- 24 hours prior to cementing or testing casing
- 24 hours prior to testing blowout prevention equipment
- 24 hours prior to spudding the well
- within 24 hours of any emergency changes made to the approved drilling program
- prior to commencing operations to plug and abandon the well

The following are Division of Oil, Gas and Mining contacts and their work telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at (801) 538-5338
- Carol Daniels at (801) 538-5284 (spud)

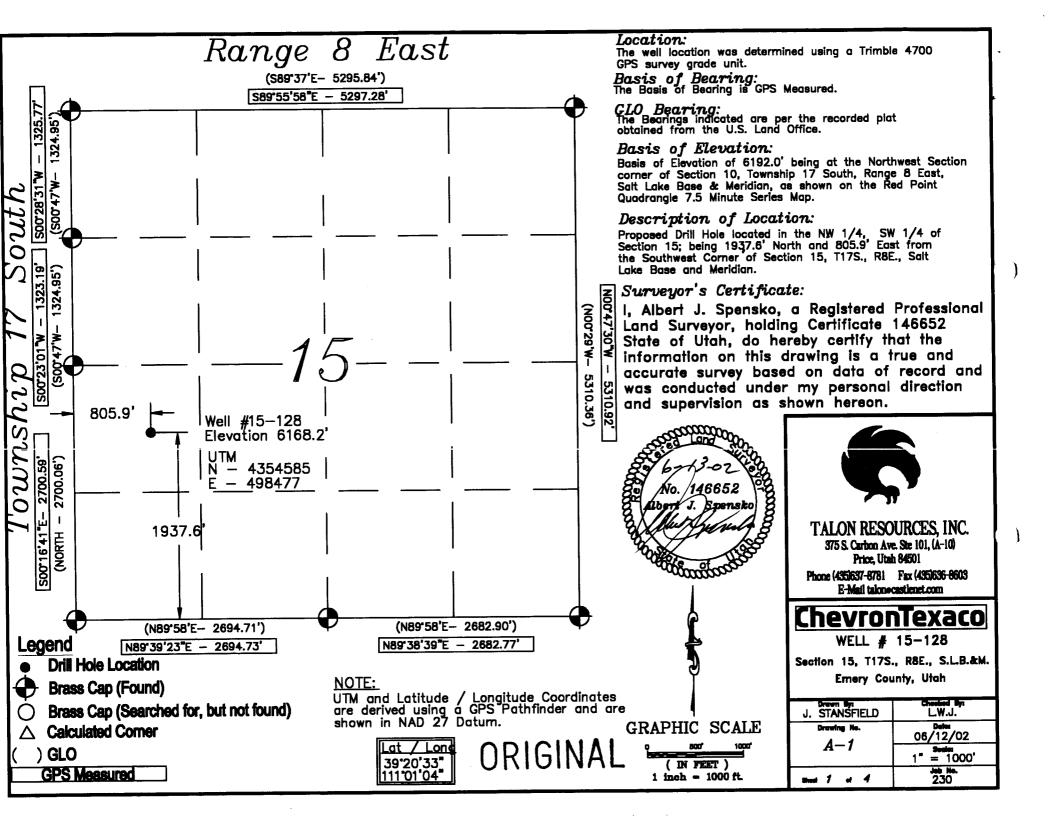
3. Reporting Requirements

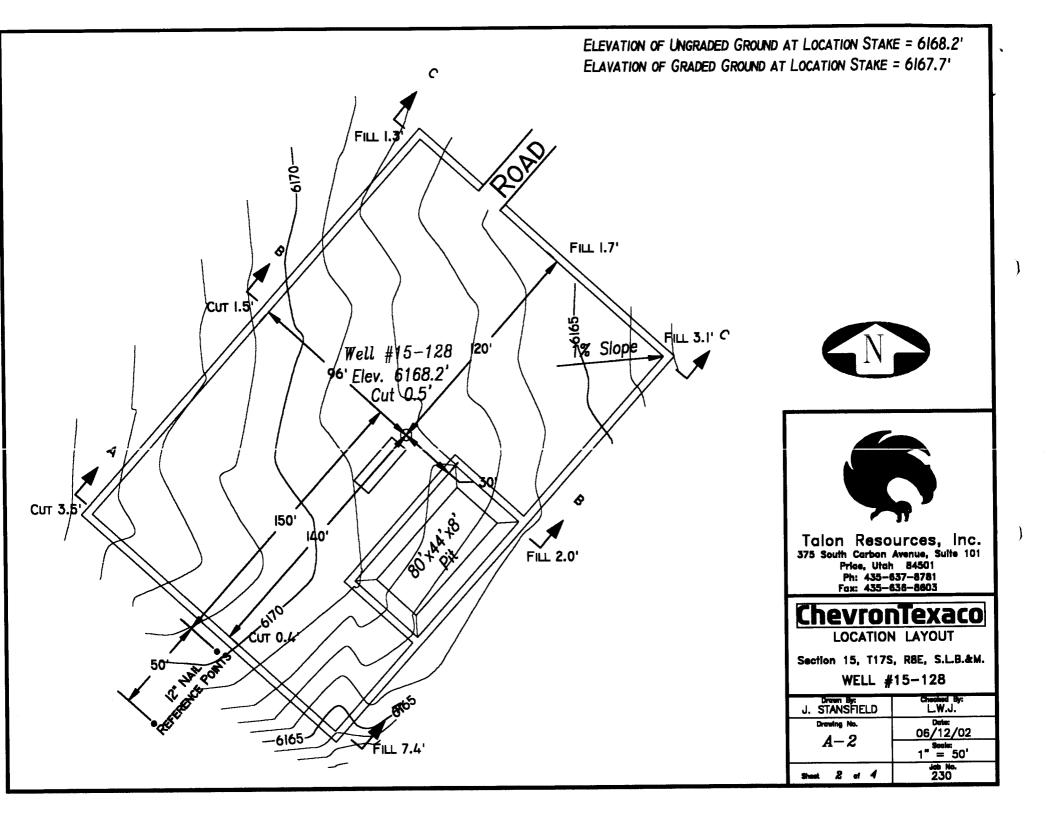
All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

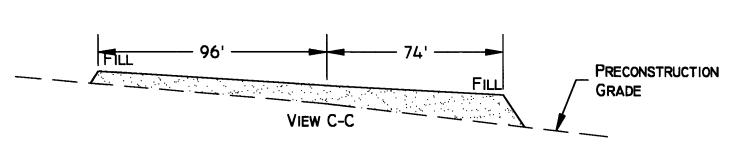
- 4. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.
- 5. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)

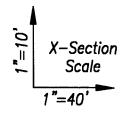
STATE OF UTAH

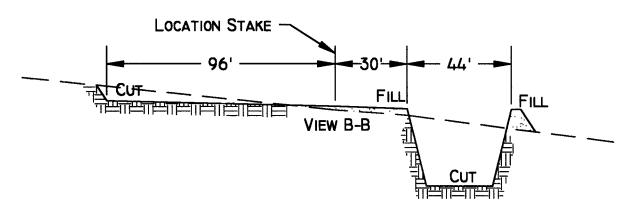
, 0,	_	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
	DIVISION OF	FOIL, GAS AND MIN	ING	5. Lease Designation and Seri	al Number:
		MI48221			
		6. If Indian, Allottee or Tribe N	ame:		
APPLIC	ATION FOR PER	MIT TO DRILL O	R DEEPEN	N/A	
1A. Type of Work: DR	ILL 🛚	DEEPEN 🗆		7. Unit Agreement Name:	
IA. Type of Work.	·			Huntington (S	Shallow) CBM
B. Type of Well: OIL	GAS 🛛	SINGLE ZONE	MULTIPLE ZONE		
2. Name of Operator:				State of Utah 9. Well Number:	
•	oration and Product	tion Inc		15-128	
3. Address and Telephone Num	per:	IIIIi, IIIV.		10. Field or Pool, or Wildcat:	
P.O. Box 618	R, Orangeville, Utal	h 84537	435-748-5395	<u>Undesignated</u>	
4. Location of Well (Footages) At Surface:	1938' FSL, 806' F			11. Qtr/Qtr, Section, Township	o, Range, Mendian:
At Proposed Producing Z	•	WL		NW/4 SW/4, Se	ction 15,
At 1 Toposou 1 Todading 2				T17S, R8E, SLE	3&M
4. Distance in miles and directi	on from nearest town or post office			12. County:	13. State:
	7.1 miles northwe	st of Huntington, Ut 16. Number of acres in lease:	ah	Emery 17. Number of acres assigned to this	Utah
 Distance to nearest property or lease line (feet): 				•	wol.
18. Distance to nearest well, dril	806'	1095.51 19. Proposed Depth:		160 acres 20. Rotary or cable tools:	
completed or applied for or	9050'	2530'		Rotary	
21. Elevations (show whether Di				22. Approximate date work wil	I start:
	6168' GR				
23.	PROP	OSED CASING AND	CEMENTING PRO	GRAM	
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY (OF CEMENT
12-1/4"	8-5/8" K-55 ST&C	24	300'	230 sacks Class G cement + 2% CaC	Cl ₂ + 0.25 pps cellophane
7-7/8"	5-1/2" N-80 LT&C	17	2530'	135 sacks 10:1 RFC Class G cemen	t + 0.25 pps cellophane
DESCRIBE PROPOSED PROG	RAM: If proposal is to deepen, give	e data on present productive zone a	nd proposed new productive zone	e. If proposal is to drill or deepen dire	ectionally, give pertinent data on
subsurface locations and measu	ired and true vertical depths. Give	blowout preventer program, if any.*			
	vner: State of Utah				
Landowner	Representative: S	SITLA; 675 East 50	0 South, SLC, Uta	h 84102-2818; 801-	538-5100
	-				
		RECEIVE	D		
		KEULIVE			
		JUN 20 2002			
		DURCION OF		CON	FIDENTIAL.
		DIVISION OF OIL, GAS AND MIN	ING		· · · · · · · · · · · · · · · · · · ·
		OIL, GAS AND MIN			
24.					
	_	,		-	
Name & Signature: Don H	amilton Dom	Hamilton	Title: Ag	gent for ChevronTexaco	Date: 6/17/02
This space for state use only					
p 200 0111)					
API Number Assigned:			Approval:	NR.	RIGINAL
				Ul	



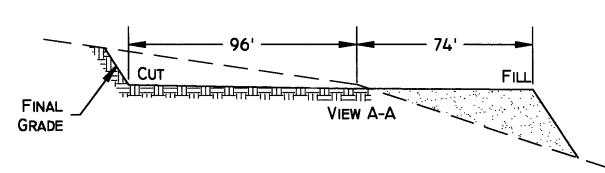








SLOPE = | |/2 : | (EXCEPT PIT) PIT SLOPE = | ; |





Taion Resources, Inc. 375 South Carbon Avenue, Suite 101 Price, Utch 84501 Ph: 435-637-6781 Fax: 435-636-8603

ChevronTexaco

TYPICAL CROSS SECTION
Section 15, T17S, R8E, S.L.B.&M.
WELL #15-128

J. STANSFIELD	Checked By: L.W.J.		
Drawing No.	Date: 06/12/02		
C-1	Sonte: 1" == 40'		
Sheek 3 of 4	Joh No. 230		

APPROXIMATE YARDAGES

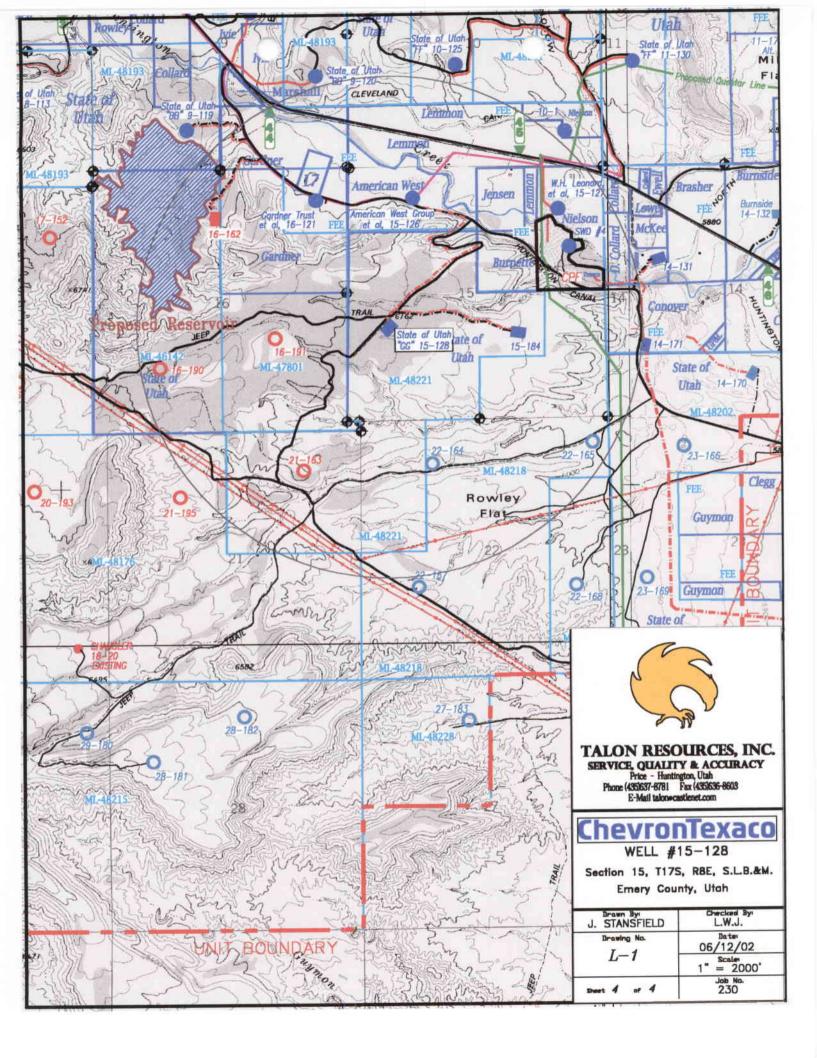
CUT

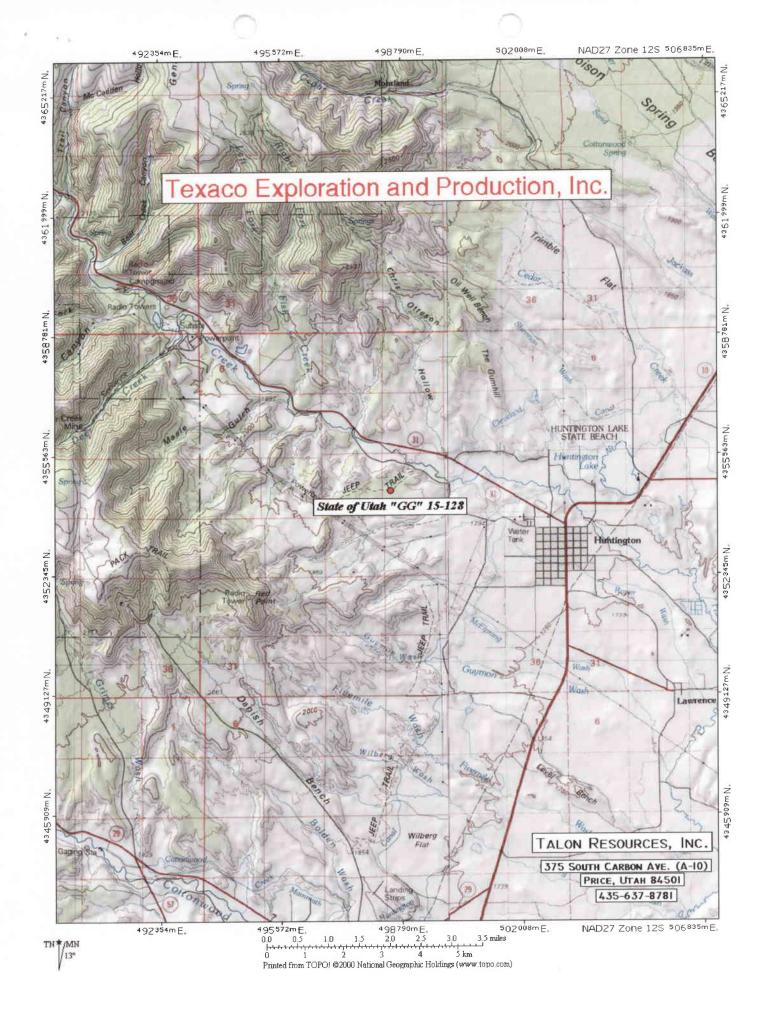
(6")Topsoil Stripping = 750 Cu. Yds.

REMAINING LOCATION = 965 CU, YDS.

TOTAL CUT = 1,715 Cu. YDS.

TOTAL FILL = 1,420 Cu. YDS.





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Salah Care	1 4		U	_	7		11

FORM 9	STATE OF UTAH			
ι	DIVISION OF OIL, GAS AND M	INING	Lease Designation a	and Serial Number:
SUNDRY NO	TICES AND REPORTS C	N WELLS	i. If Indian, Allottee or	Tribe Name:
		 	N/A Unit Agreement Nar	ne:
Do not use this form for proposals t	o drill new wells, deepen existing wells, or to reenter N FOR PERMIT TO DRILL OR DEEPEN form for su	plugged and abandoned wells.	- •	Shallow) CBM
1. Type of Well: OIL GAS 🖸			. Well Name and Nu State of Utah	nber: 1 "GG" 15-128
2. Name of Operator:		9	. API Well Number:	
Texa	co Exploration and Production, Inc		43-015-3050	The second secon
Address and Telephone Number:	Box 618, Orangeville, Utah 8453]1	 Field or Pool, or W Undesignated 	
4. Location of Well Footages: 2006' FSL, 6 QQ, Sec., T., R., M.: NW/4 SW/4,		c s	county: Emery tate: Utah PORT, OR O	THER DATA
***	E OF INTENT		IBSEQUENT RE	
☐ Abandon	□ New Construction	☐ Abandon *	0	New Construction
☐ Repair Casing	□ Pull or Alter Casing	☐ Repair Casing	0	
☐ Change of Plans	☐ Recomplete	☐ Change of Plans		- 1 -
☐ Convert to Injection	☐ Reperforate	☐ Convert to Injection		Vent or Flare
☐ Fracture Treat or Acidize	☐ Vent or Flare	☐ Fracture Treat or Acidia		Water Shut-Off
☐ Multiple Completion	☐ Water Shut-Off	Date of work completion		
Other		Date of work completion		
Approximate date work will start		Report results of Multiple Con COMPLETION OR RECOMPLETION	npletions and Recomp	oletions to different reservoirs on WELL Grorm.
		* Must be accompanied by a cemen	t verification report.	_
12. DESCRIBE PROPOSED OR COMPLETE				

The State of Utah "GG" 15-128 well site has been relocated 203' following the onsite on 12/11/01 and remains on State of Utah surface and mineral.

The revised location for the State of Utah "GG" 15-128 is 1938' FSL, 806' FWL, NW/4 SW/4, Section 15, T17S, R8E, SLB&M.

The location of this well is no closer than 460' from the Huntington (shallow) CBM unit boundary or to an uncommitted Federal or unleased tract within the Unit Area.

RECEIVED

JUN 20 2002

DIVISION OF OIL, GAS AND MINING

13							
			_				5 42 - 40 -
Name & Signature:	Don	Hamilton	Don	Hamilton	Tit!	le: Agent for ChevronTexaco	Date: 6/17/02
Name & Signature:	Don	1 Idillittoii	1700	- I CANCALA BIL			

(This space for state use only)

Approved by the Utah Division of Oil, Gas and Mining

FILE COPY

FORM 3

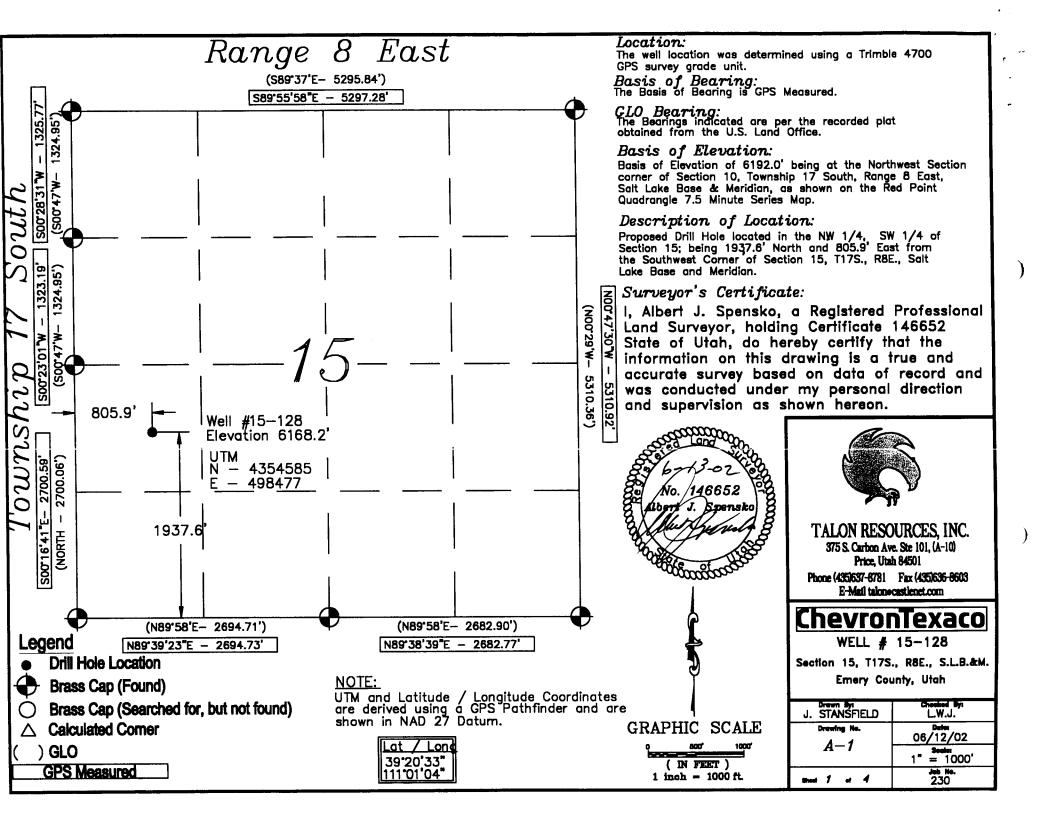
API Number Assigned: _

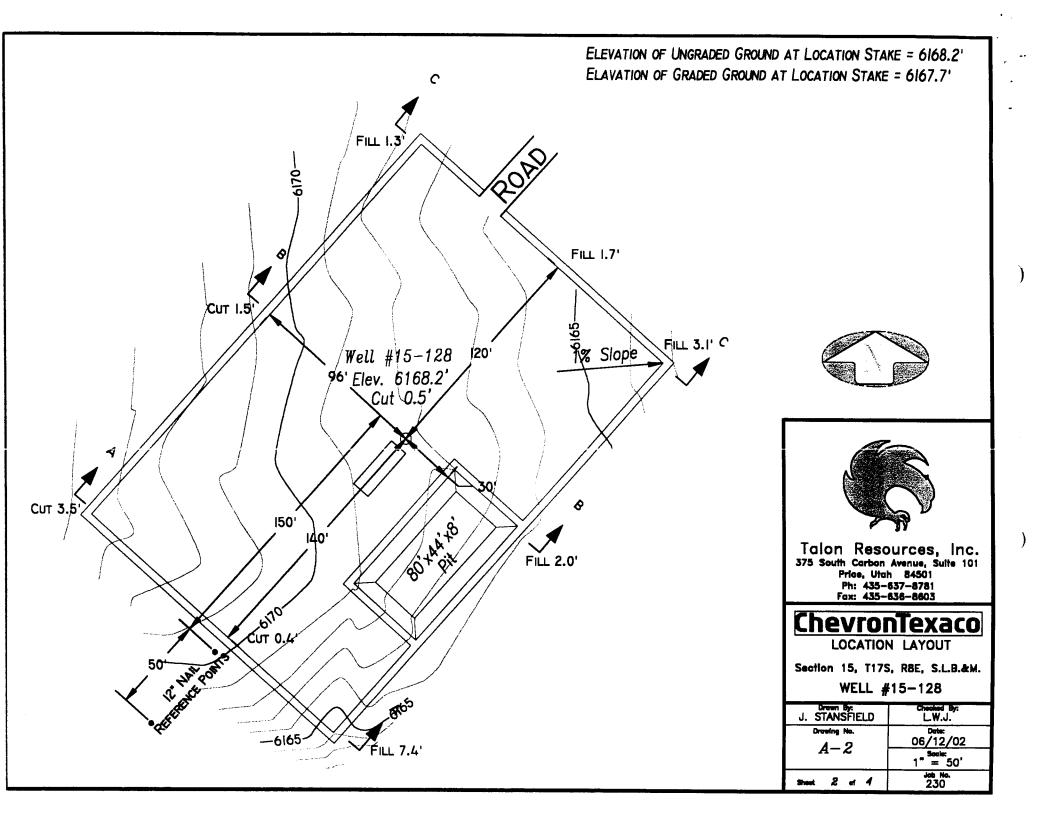
STATE OF UTAH

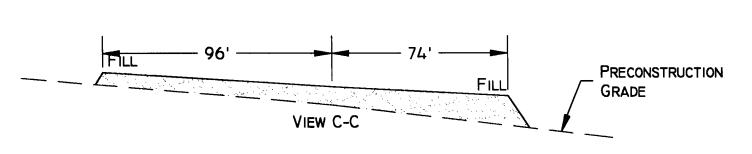
CONFIDENTIAL

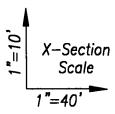
Single Zone Multiple Zone Trans or team Memine Spread Production and Production, Inc. Name of Operator	A Type of Wise. A Type of Wise. DRILL D DEEPEN DE	r Order 5		517(12 51 517 a.		OCTOLINITE
APPLICATION FOR PERMIT TO DRILL OR DIEEPEN Type of Vivor. DRILL	APPLICATION FOR PERMIT TO DRILL OR DEEPEN A preserved DRILL OR DEEPEN		DIVISION O	F OIL, GAS AND M	IINING	5. Lease Designation and Serial Number:
APPLICATION FOR PERMIT TO DRILL OR DEEPEN Type of West OIL GAS SINGLE ZONE MULTIPLE ZONE Huntington (Shallow) CBM Frame of Lease Research For permit State of Dilath "GG"	APPLICATION FOR PERMIT TO DRILL OR DEEPEN Type of Week OR					MI48221
Type of Work DRILL	Type of West DRILL			NAIT TO DOUG	OR DEEDEN	6. If Indian, Allottee or Tribe Name:
Single Zone Single Zone Multiple Zone Humington (Shallow) CRM	Type of Wast OIL GAS SINGLE ZONE MULTIPLE ZONE Remore Learning Age of Links (Fig. 2)				OR DEEPEN	
Type of Well OIL GAS SINGLE ZONE MULTIPLE ZONE Frame or Lease Merce State of Utah "GG" Name of Operator Type of Well OIL France Exploration and Production, Inc. Activates and Telephone Member 1.5-1.28 T. CAZGO Exploration and Production, Inc. P.O. Box 618, Orangeville, Utah 84537 A 5-748-5395 Lindessignated 1.000000000000000000000000000000000000	Single Zone Multiple Zone State of Green or Lease Renze Texaco Exploration and Production, Inc. Texaco Exploration and Production, Inc. 10	A. Type of Work: DI	RILL 🖾	DEEPEN 🗆		•
Since of Charles Since of Linah "GG"	Single Zone				177	8. Farm or Lease Name:
Name of Operator Texaco Exploration and Production, Inc. 15.128 10. Inside of Pool, or Widest P.O. Box 618, Orangeville, Utah 84537 435-748-5395 Indicational Well Groups A British of Pool, or Widest Indicational Well Groups A British of Pool, or Widest Indicational Well Groups A British of Pool, or Widest Indicational Well Groups A British of Pool, or Widest Indicational Well Groups A British of Pool, or Widest Indicational Well Groups Indication of Well Grou	Section Sect	. Type of Well: OIL	gas 🔀	SINGLE ZO	NE 🔣 MULTIPLE ZONE	. 1 1 1
Address and Holphores Remote P.O. Box 618, Orangeville, Utah 84537 435-748-5395 Undergroup Holphores (Lorent of Well Group 1938)* FSL, 806° FWL Al Proposed Producing Zone 1. Delication of Well Group 1938 FSL, 806° FWL Al Proposed Producing Zone 7. 1 miles and direction from memers town or post office 7. 1 miles and membra of screen in Heave 175, RRE, SLB&M 1. Subtracts to membra 175, RRE, SLB&M 1. Subtracts 175	Address and Temptone Member P.O. Box 618, Orangeville, Utah 84537 435-748-5395 Under 1938' FSL, 806' FWL All Proposed Producting 2 Zerve: A Distance in miles and direction from nearest town or post office. 7.1 miles northwest of Huntington, Utah Proposed Producting 2 Zerve: 10 Statisce in miles and direction from nearest town or post office. 7.1 miles northwest of Huntington, Utah S Distance in miles and direction from nearest town or post office. 7.1 miles northwest of Huntington, Utah S Distance in miles are for feetile. 1005-51 160 acres 1005-160 acres 1005-160 acres 1005-170 Acres 160 acres 160 acres 160 acres 16168' GR S DECOMMENT OF CEMENT 112-14" S 5-58" K-55 ST&C 24 300' 27-78" 5-1/2" N-80 LT&C 17 25-10' 15 Sudd to the RC Class Geometic +925 pps cellophane 15 Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GASS AND MINING CONFIDENTIAL A Proposed Depth Indicate Trace Agent for ChevronTexaco Date 6/17/02	Name of Operator:				9. Well Number:
Address and Telephone Manhers P.O. Baox 618, Orangecville, Litah 84537 435-748-5395 Lication of Well (Footages) 1938' FSL, 806' FWL At Proposed Producing Zone 7.1 miles northwest of Huntington, Litah 15. Distance to memeral town or post office 7.1 miles northwest of Huntington, Litah 15. Distance to memeral for the property of lesse the flowtil gold. 16. Number of acres in flows: 11. Number o	Address and Telephone Manther P.O. Box 618, Orangewille, Utah. 84537 338* FSL, 806* FWL At Proposed Producing Zone 1938* FSL, 806* FWL At Proposed Producing Zone 1948* Final Proposed Producing Zone 1958* Final Producing Zone 1958* Final Proposed Producing Zone 1958* Final Proposed Producing Zone 1958* Final Producing Zone 1958* Final Proposed Producing Zone 1958* Final Pr	Texaco Exp	loration and Produc	tion, Inc.		
Location of Wild Processing 1938' FSL, 806' FWL All Proposed Producing 2019 4. Distance in miles and direction from reasest town or post office: 7. 1 miles northweet of Huntington, Urah Femery 113, Sustan Femery 114ah 15. Distance to meases a miles are direction from reasest town or post office. 7. 1 miles northweet of Huntington, Urah Femery 114ah 15. Distance to meases are direction from reasest town or post office. 7. 1 miles northweet of Huntington, Urah Femery 115, Nather of acress assigned to this well. 160 acress 170 acr	10 Option: Section 1938 FSL, 806 FWL 10 Option: Section 15 15 Option: Section 15 Optio	. Address and Telephone Nur	mber:		105 710 5305	· · · · · · · · · · · · · · · · · · ·
1938' FSL, 806' FWL Al Proposed Producing Zone 1938' FSL, 806' FWL 105-51 105-51 105-51 105-51 105-51 105-51 105-61-61 105-61 105-61-61 105-61-61 105-61-61 105-61-61 105-61-61 105-61 105-61-61 105-	1938' FSL, 806' FWL Al Proposed Producing Zone 4. Distance in miles and direction from nearest town or post office. 7.1 miles northwest of Fluntington, IIIah 5. Distance to reaserst property or lease line (feed) 8.06' 1.095.51 1.06. Agents 7.1 miles northwest of Fluntington, IIIah 5. Distance to reaserst property or lease line (feed) 8.06' 1.095.51 1.06. Agents 7.7 miles northwest of Fluntington, IIIah 7.1 miles northwest of Fluntington, IIIah 7.1 miles northwest of Fluntington, IIIah 8. Distance to reaserst property or lease lease of the west in lease. 1. Number of across distinged to this west. 1. Distance to reaserst property or lease lease observed in lease of the proposed of the west. 1. Distance to reaserst line (feed) 8. Distance to reaserst line (feed) 9. Distance to reaserst line (feed) 1. Distance to reaserst line (feed) 1	P.O. Box 61	8, Orangeville, Uta	h_84537	435-748-5395	11. Qtr/Qtr, Section, Township, Range, Meridian:
4. Distance in miles and direction from nearest town or post office 7.1 miles northwest of Huntington, Utah 7.1 miles northwest of Huntington, Utah Femery 15. Instance to reasons 16. Namber of access inclined to 17. Namber of access insigned to this well. 16. Sport of the season. 17. Instance of cores insigned to this well. 16. Distance to reasons well, drilling, only 16. Namber of access in leason. 17. Instance of the season. 18. Proposed Depth: 29. Rodary or cable tools. Rodary. 19. Proposed Depth: 20. Rodary or cable tools. Rodary. 19. PROPOSED CASING AND CEMENTING PROGRAM. 11. Proposed Instance of the well tools. 11. Proposed Depth: 22. Approximate date work will start. 11. Instance of Cement and Proposed Instance of Cement and Prop	A Proposed Producing Zone TYN, RRE, SLB&RM 12 County. 7.1 miles northwest of Huntington, Utah 12 County. 7.1 miles northwest of Huntington, Utah 13 States 14 Number of acres in leases 17 Number of acres in leases 17 Number of acres in leases 18 Number of acres in leases 18 Number of acres in leases 19 Proposed Depth 19 Proposed Depth 20 Roday or cable looks Roday or Cable looks 19 PROPOSED CASING AND CEMENTING PROGRAM SUZE OF HOLE GRADE, SUZE OF CASING WEGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12-LIA* 8-5/8* K-55 ST&C 24 30/1 7-7/8* 5-1/2* N-80 LT&C 17 N-80 LT&C 18 SUZE OF PROGRAM SUZE OF PROGRAM If proposed in to deepen, give data on present productive zone and proposed new productive zone. If proposed is to defit or deepen directionally, give pertinent data or ubstantiace locations and measured and titus vertical depths. Give blowout preventer program, if any. Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING Page 4 Agent for ChevronTexaco Data 6/17/02		1938' FSL, 806' F	WL		
4 Distance in miles and direction from nearest town or post office: 7.1 miles northwest of Huntington, Utah 5 Distance to nearest property of lease fire (feet)	4. Distance in miles and direction from nearest town or post office. 7.1 miles northwest of Huntington Litah 7.1 miles northwest of Huntington Litah Finery This Name of a cree failing of the fine of property or bases from (read) 8. Distance for reasest Well, diviling, 19. Proposed polyn: 10. States of nearest Well, diviling, 10. States of North Well, and the states of the state	At Proposed Producing	•			T17S. R8E. SLB&M
4. Distance and direction from nearest level no post affects in final search property or less the feet) 7. I miles northwest of Huntington, Utah Fracty 10, Number of access lessinged to this well: 10,95.51 16,0 acres 8,06; 10,95.51 18, Proposed Depth: 20, Rotary or cable to del: 21, Approximate date work will start: 22, Approximate date work will start: 23, Approximate date work will start: 24, Approximate date work will start: 25, Approximate date work will start: 21, Approximate date work will start: 21, Approximate date work will start: 22, Approximate date work will start: 23, Approximate date work will start: 24, Approximate date work will start: 25, Approximate date work will start: 21, Approximate date work will start: 21, Approximate date work will start: 22, Approximate date work will start: 23, Approximate date work will start: 24, Approximate date work will start: 24, Approximate date work will start: 25, Approximate date work will start: 26, Approximate date work will start: 27, Approximate date work will start: 28, Approximate date work will start: 29, Approximate date work will start: 20, Approximate date work will start: 21, Approximate date work will start: 22, Approximate date work will start: 24, Approximate date work will start: 25, Approximate date work will start: 24, Approximate date work will start: 25, Approximate date work will start: 24, Approximate date work will start: 25, Approximate date work will start: 24, Approximate date work will start: 25, Approximate date work will start: 26, Approximate date work will start: 27, Approximate date work will start: 28, Approximate date work wil	4. Distances in miles and direction from nearest town or post drible 7.1 miles northwest of Huntington, Lifah Finery Utah 7.1 miles northwest of flow miles northwest of Huntington, Lifah Finery Utah Finery Finery Utah Finery Rotary Utah Finery Utah Finery Rotary Utah Finery Rotary Utah Finery Rotary Utah Finery					
7.1 miles northwest of Huntington, Ultah Fmery 7.1 miles northwest of Huntington, Ultah Fmery 10. Number of acres in issay 11. Number of acres in issay 11. Number of acres in issay 11. Number of acres assigned to this well 12. Number of acres assigned to this well 13. Distance to rearest well, offing, 14. Proposed Depth: 25. Distance to rearest well, offing, 25. Distance to rearest well offing. 26. Distance to rearest well offing. 27. Distance	7.1 miles northwest of Huntington, Litah Emery Utah 5. bistance to nearest 15. Number of acree in lease. 16. Number of acree in lease. 17. Number of acree seigned to this well. 160. acrees. 18. Proposed Depth: 20. Rotary or cable tools. Rotary Rotary 19. PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE GRADE, SIZE OF CASING WEST PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12.14" 8-5.8" K-55 ST&C 24 300' 200 sacks Class G cement +2% CACh; +0.25 pps cellophane 7.77/8" 5-1/2" N-80 LT&C 17 25 10' 105 sacks 10 t RFC Class G cement +20.25 pps cellophane DESCRIBE PROPOSED PROGRAM: if proposal is to despen, give date on present productive zone and proposed new productive zone. If proposal is to despen directionally, give pertinent data or ubsurface locations and measured and true vertical depths. Give blowout preventer program, if any. Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GASS AND MINING Agent for ChevronTexaco Date. 6/17/02		i for a second office	<u> </u>		12. County: 13. State:
S Distance to rearest property or insest for (feet) 806* 1095 51 160 Acres 806* 11095 51 160 Acres 806* 1095 50 180 Proposed depth: 20 Rotary or cable tools: Rotary 21 Approximate deal work will start: Intly 2002 SIZE OF HOLE ROADE, SIZE OF CASING WEIGHT PER FOOT SITTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST &C 24 30(1) 2530' 10 SIZE OF HOLE ROADE, SIZE OF CASING WEIGHT PER FOOT SITTING DEPTH QUANTITY OF CEMENT 21-1/4" 8-5/8" K-55 ST &C 24 30(1) 30 SIZE OF HOLE ROADE, SIZE OF CASING WEIGHT PER FOOT SITTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST &C 24 30(1) 135 sacks 10 I RFC Class G cement + 2% CaCl; + 0.25 pps cellophane 7-7/8" 5-1/2" N-80 LT &C 17 25:30' SIZE OF HOLE ROADE, SIZE OF CASING WEIGHT PER FOOT SITTING DEPTH ROADE SIZE OF CASING SIZE OF CASING WEIGHT PER FOOT SIZE OF CASING SIZE OF CASI	S Distance to measure property or lesses in (feet) 10.95.51 1.095.	4. Distance in miles and direc			I Itah	
8. Distance to nearest well, drilling. 19. Proposed Depth: 2530? 2530? 2 Approximate date work will start: Inity 2002. SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST&C 24 30). 2-1/2" N-80 LT&C 17 2530. SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 2-1/4" 8-5/8" K-55 ST&C 24 30). 3-1/2" N-80 LT&C 17 2530. SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 2-1/4" 8-5/8" K-55 ST&C 24 30). 3-1/2" N-80 LT&C 17 2530. SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 2-1/4" 8-5/8" K-55 ST&C 24 30). 3-1/2" N-80 LT&C 17 2530. SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 3-1/2" S-1/2" N-80 LT&C 17 2530. SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 3-1/4" 8-5/8" K-55 ST&C 24 30). 3-1/2" N-80 LT&C 17 2530. SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 3-1/4" 8-5/8" K-55 ST&C 24 30). 3-1/2" N-80 LT&C 17 2530. 3-1/2" N-80 LT	8. Distance to rearrest well, drilling. 19. Proposed Depth: 20. Rolary or cable tools: Rotary. 20.50? 11. Elevations (ahow whether DF, RY, GR, etc.) 6168° GR 3 PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12.1/4" 8-5/8" K-55 ST&C 24 30)' 22.00 sacks Class G cement + 2% CACI, + 0.25 pps collophane 12.1/4" 5-1/2" N-80 LT&C 17 2530' DESCRIBE PROPOSED PROGRAM. If proposal is to deepen, give data on present productive zone and proprised new productive zone. If proposal is to drill or deepen directionally, give pertinent data or ubsusfusce locations and measured and true vertical depths. Give blowout preventer program, if any. Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 PRECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING Take. Agent for ChevronTexaco Date. 6/17/02			16. Number of acres in lease:	···all	
SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST&C 24 30)' 20 sacks 10-1 RFC Class G cement + 925 pps cellophane 7-7/8" 5-1/2" N-80 LT&C 17 25 10' 135 sacks 10-1 RFC Class G cement + 925 pps cellophane PESCRIBE PROPOSED PROGRAM: # proposal is to desper, gire data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on ubsourboe locations and measured and true vertical depths. Give blowout preventer program, if any.* Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 ROTTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST&C 24 30)' 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	a User of Personal Completed for Completed f	property or lease line (feet)	806'	1095.51		
1. Elevations (show whether DF, RT, GR, etc.) 6168' GR 3 PROPOSED CASING AND CEMENTING PROGRAM SZE OF HOLE GRADE, SZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST&C 24 300' 239 sacks Class G coment + 2% CACI, + 0.25 pps cellophane 7-7/8" 5-1/2" N-80 LT&C 17 2510' 135 sacks 10 1 RFC Class G coment + 0.25 pps cellophane ESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on ubsurface locations and measured and true vertical depths. Give blowout preventer program, if any.* Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	1. Elevations (show whether DF, RT, GR, etc.) 1. Elly 2002 2. Elly 2002		• ·	1 ' '		1_ `
PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST&C 24 300' 230 sacks Class G cement + 24 CaCl ₂ + 0.25 pps cellophane 7-7/8" 5-1/2" N-80 LT&C 17 2530' 135 sacks 101 RFC Class G cement + 0.25 pps cellophane PESCRIBE PROPOSED PROGRAM. If proposal is to deepen, give data on present productive zone and propused new productive zone. If proposal is to drill or deepen directionally, give pertinent data on ubsurface locations and measured and true vertical depths. Give blowout preventer program, if any. Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST&C 24 3001 200 sacks Class G cement +2% CACIs+ 0.25 pps cellophane 7-7/8" 5-1/2" N-80 LT&C 17 25:10' 135 sacks 10:1 RFC Class G cement + 0.25 pps cellophane DESCRIBE PROPOSED PROGRAM: if proposal is to deepon, give data on present productive zone and propused new productive zone. If proposal is to drill or deepen directionally, give pertinent data or understrated locations and measured and true vertical depths. Give blowout preventer program, if any.* Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL 4 Amne & Signature. Don Hamilton Don Hamilton Don Hamilton Don Hamilton Done Gill, GAS AND MINING		9050'	L 2530'		L Rotary
SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST&C 24 300.) 210 sacks Class G coment + 2% CeCl ₂ + 0.25 pps cellophane 7-7/8" 5-1/2" N-80 LT&C 17 25.10' 135 sacks 10-1 RFC Class G coment + 0.25 pps cellophane PESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on ubsurface locations and measured and true vertical depths. Give blowout preventer program, if any.* Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST&C 24 300' 210 sade Class G cement + 2% C&Cl ₂ + 0.25 pps cellophane 7-7/8" 5-1/2" N-80 LT&C 17 2510' 135 sades 10.1 RFC Class G cement + 0.25 pps cellophane DESCRIBE PROPOSED PROGRAM: if proposal is to deepen, give date on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data or ubsurface locations and measured and true vertical depths. Give blowout preventer program, if any.* Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING Agent for ChevronTexaco Date: 6/17/02	Elevations (show whether I				1 ''
SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12-1/4" 8-5/8" K-55 ST&C 24 300." 230 sacks Class G cement + 2% CaCl; + 0.25 pps cellophane 7-7/8" 5-1/2" N-80 LT&C 17 2530." 135 sacks 10.1 RFC Class G cement + 0.25 pps cellophane PESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and propused new productive zone. If proposal is to drill or deepen directionally, give pertinent data on ubsurface locations and measured and true vertical depths. Give blowout preventer program, if any.* Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	SIZE OF HOLE GRADE, SIZE OF CASING WEGHT PER FOOT SETTING DEPTH 12-1/4" 8-5/8" K-55 ST&C 24 300)' 230 sacks Claus G cement + 2% CACl ₂ + 0.25 pps cellophane 7-7/8" 5-1/2" N-80 LT&C 17 25:10' 135 sacks 10-1 RFC Class G cement + 0.25 pps cellophane DESCRIBE PROPOSED PROGRAM. If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data or ubsurface locations and measured and true vertical depths. Give blowout proventer program. If any." Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL 4 Base & Signature Don Hamilton	-	_6168 GK	POSED CASING A	ND CEMENTING PR	
12-1/4" 8-5/8" K-55 ST&C 24 300' 230 sacks Class G cement + 2% CaCl ₃ + 0.25 pps cellophane 7-7/8" 5-1/2" N-80 LT&C 17 25/10' 135 sacks 10-1 RFC Class G cement + 0.25 pps cellophane DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on ubsurface locations and measured and true vertical depths. Give blowout preventer program, if any.* Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	12-1/4" 8-5/8" K-55 ST&C 24 30) 200 sacks Class G cement + 2% CaCl ₃ + 0.25 pps cellophane 7-7/8" 5-1/2" N-80 LT&C 17 25:10' 135 sacks 10 1 RFC Class G cement + 0.25 pps cellophane DESCRIBE PROPOSED PROGRAM. If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionelly, give pertinent data or ubsurface locations and measured and true vertical depths. Give blowout proventer program, if any." Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL Agent for ChevronTexaco Date: 6/17/02			·		
12-1/8" 5-1/2" N-80 LT&C 17 25:10' 135 sacks 10:1 RFC Class G cement + 0:25 pps cellophane DESCRIBE PROPOSED PROGRAM: if proposal is to deepen, give data on present productive zone and proprised new productive zone. If proposal is to drill or deepen directionally, give pertinent data on ubsurface locations and measured and true vertical depths. Give blowout preventer program, if any.* Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	12-1/4" 8-5/12" N-80 LT&C 17 25/10" 135 sacks 10-1 RFC Class G cement + 0.25 pps cellophane DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data or ubsurface locations and measured and true vertical depths. Give blowout preventer program. If any. Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL Agent for ChevronTexaco Date: 6/17/02	SIZE OF HOLE				
Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING Title: Agent for ChevronTexaco Date: 6/17/02					
Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING Title: Agent for ChevronTexaco Date: 6/17/02	7-7/8"	5-1/2" N-80 L1&C	17	23.30	
Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING Title: Agent for ChevronTexaco Date: 6/17/02					
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Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING CONFIDENTIAL	Surface Owner: State of Utah Landowner Representative: SITLA; 675 East 500 South, SLC, Utah 84102-2818; 801-538-5100 RECEIVED JUN 2 0 2002 DIVISION OF OIL, GAS AND MINING Title: Agent for ChevronTexaco Date: 6/17/02		00000 %	a data as amount amounting TO	ne and amoused new amductive :	zone if proposal is to drill or deepen directionally, give pertinent data or
JUN 2 0 2002 DIVISION OF CONFIDENTIAL OIL, GAS AND MINING	JUN 2 0 2002 DIVISION OF CONFIDENTIAL OIL, GAS AND MINING Title: Agent for ChevronTexaco Date: 6/17/02	Surface O Landowne	wner: State of Utah er Representative:	ı SITLA; 675 East	500 South, SLC, U	tah 84102-2818; 801-538-5100
DIVISION OF CONFIDENTIAL OIL, GAS AND MINING	DIVISION OF CONFIDENTIAL GAS AND MINING Title: Agent for ChevronTexaco Date: 6/17/02				RECEIV	ED
OIL, GAS AND MINING	OIL, GAS AND MINING 4. Title: Agent for ChevronTexaco Date: 6/17/02				JUN 20 200	2
	ame & Signature: Don Hamilton Don Hamilton Title: Agent for ChevronTexaco Date: 6/17/02				DIVISION O OIL, GAS AND M	CONFIDENTIAL MINING
ame & Signature: Don Hamilton Don Hamilton Title: Agent for Chevron Lexaco Date: 6/17/02	arrie a Signature.					A cont for Charges Toyon
	This space for state use only)	ame & Signature: Don I	Hamilton Dom	Hamilton	Title:	Agent for Chevron Lexaco Date: 6/1 //02

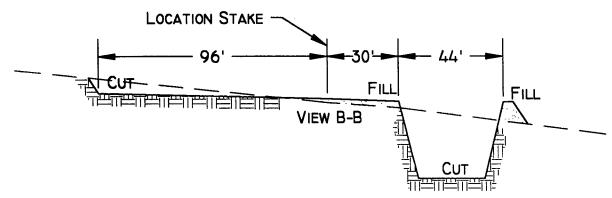
Approval:

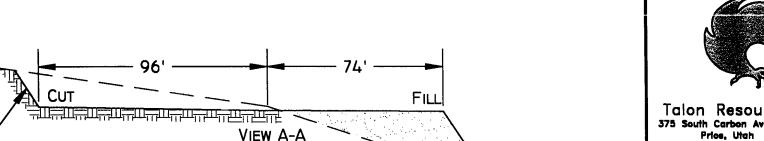












SLOPE = 1 1/2 : 1(EXCEPT PIT) PIT SLOPE = 1; 1



Talon Resources, Inc. 375 South Carbon Avenue, Suite 101 Price, Utch 84501 Ph: 435-637-6781 Fax: 435-636-8603

TYPICAL CROSS SECTION Section 15, T17S, R8E, S.L.B.&M. WELL #15-128

Drown By: J. STANSFIELD	Checked By: L.W.J.		
Drawing No.	Date: 06/12/02		
C-1	1" = 40'		
Shoot 3 of 4	Job No. 230		

APPROXIMATE YARDAGES

FINAL

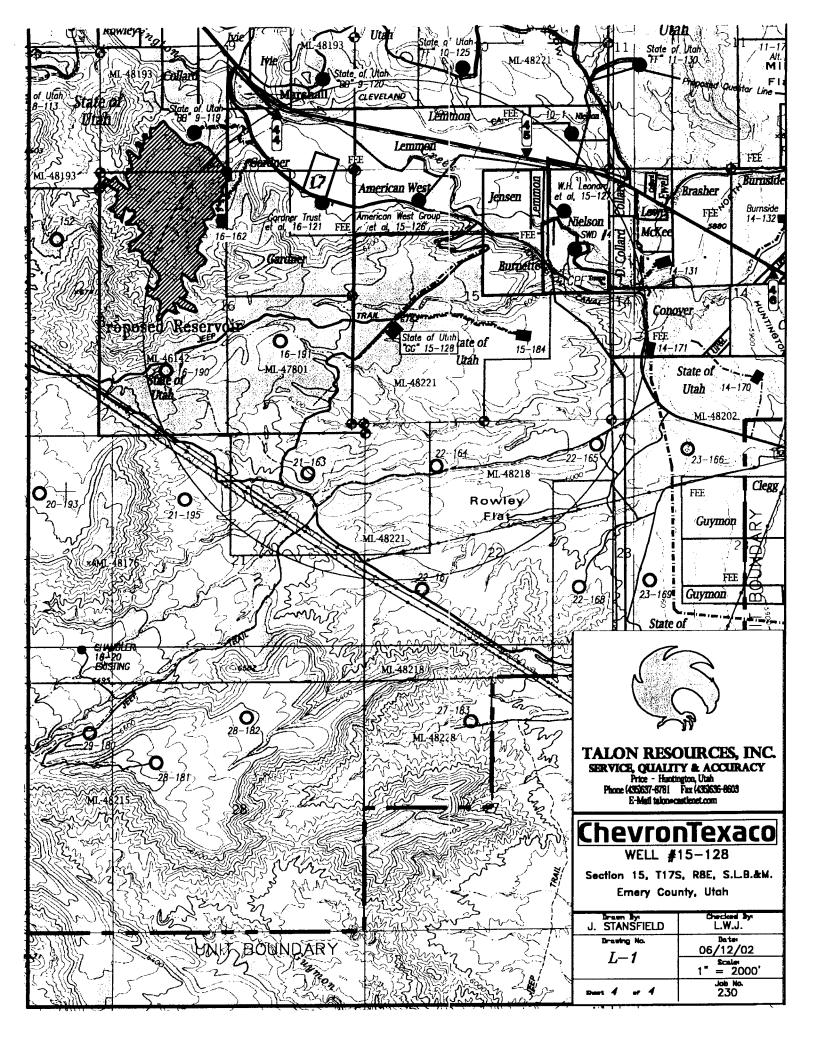
GRADE

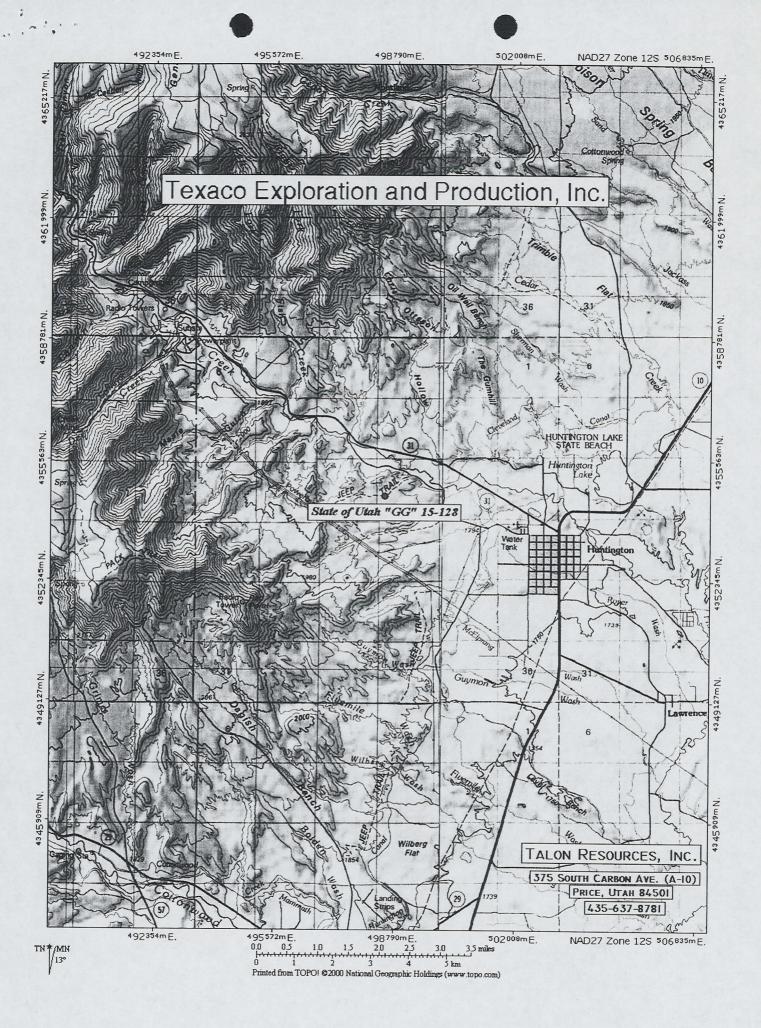
CUT

(6")Topsoil Stripping = 750 Cu. YDS.

REMAINING LOCATION = 965 CU, YDS.

TOTAL CUT = 1,715 Cu. YDS. TOTAL FILL = 1,420 Cu. YDS.





OPERATOR CHANGE WORKSHEET

1. GLH 2. CDW 4 3. FILE

008

Change of Operator (Well Sold)

5. If **NO**, the operator was contacted contacted on:

Designation of Agent

Operator Name Change

X Merger

The operator of the well(s) listed below has changed, e	effective:	0:5-01-2002				
FROM: (Old Operator):		TO: (New Op	erator):			
TEXACO EXPLORATION & PRODUCTION INC	1	CHEVRON US				
Address: 3300 NORTH BUTLER, STE 100	1	Address: P O B	OX 36366			
71dd 200. 55 0 1 (5-10)]					
FARMINGTON, NM 87401	}	HOUSTON,TX				
Phone: 1-(505)-325-4397	1	Phone: 1-(915)				
Account No. N5700		Account No.	N0210			
CA No.		Unit:	HUNTING	GTON CBM	1	
WELL(S)					•	
	SEC TWN	API NO		LEASE	WELL	
NAME	RNG		NO	TYPE	TYPE	STATUS
ST OF UT BB 09-119		43-015-30437		STATE	GW	DRL
ST OF UT BB 09-120		43-015-30444		STATE	GW	P
ST OF UT CC 10-123		43-015-30454		STATE	GW	P
ST OF UT CC 10-124		43-015-30438		STATE	GW	P
ST OF UT FF 10-125		43-015-30458		STATE	GW	P
ST OF UT FF 11-129		43-015-30459		STATE	GW	P
ST OF UT FF 11-130	11-17S-08E	43-015-30462	13161	STATE	GW	P
ST OF UT 14-170		43-015-30528		STATE	GW	APD
ST OF UT GG 15-128		43-015-30502		STATE	GW	APD
ST OF UT DD 31-98		43-015-30439		STATE	GW	S
ST OF UT EE 06-138	06-17S-09E	43-015-30393	99999	STATE	GW	APD
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OPERATOR CHANGES DOCUMENTATION Enter date after each listed item is completed 1. (R649-2-10) Sundry or legal documentation was received	from the FO	RMER operator	on:	05/06/2002	<u>2</u>	
2. (R649-2-10) Sundry or legal documentation was received	from the NE	W operator on:	04/12/200	<u>)2</u>		
3. The new company has been checked through the Departm	nent of Comi	nerce, Division	of Corpora	ations Datal	base on:	10/16/2002
4. Is the new operator registered in the State of Utah:	YES	_Business Num	ıber:	564408-014	43	

N/A

6.	R649-9-2)Waste Management Plan has been received on:	IN PLACE				
7.	Federal and Indian Lease Wells: The BLM and or operator change for all wells listed on Federal or Indian		s approved N/A	the merger	, name change,	
8.	Federal and Indian Units: The BLM or BIA has approved the successor of unit open	rator for wells l	isted on:	N/A		
9.	Federal and Indian Communization Agreeme The BLM or BIA has approved the operator for all wells			N/A		
10	. Underground Injection Control ("UIC") for the enhanced/secondary recovery unit/project for the w				Transfer of Authoric N/A	ty to Inject,
D	ATA ENTRY:	10/16/2002				
1.	Changes entered in the Oil and Gas Database on:	10/16/2002				
2.	Changes have been entered on the Monthly Operator Cha	ange Spread Sł	eet on:	10/16/2002		
3.	Bond information entered in RBDMS on:	N/A				
4.	Fee wells attached to bond in RBDMS on:	N/A				
S 7	State well(s) covered by Bond Number:	6049663				
	EDERAL WELL(S) BOND VERIFICATION: Federal well(s) covered by Bond Number:	N/A				
IN 1.	DIAN WELL(S) BOND VERIFICATION: Indian well(s) covered by Bond Number:	N/A				
	CE WELL(S) BOND VERIFICATION: (R649-3-1) The NEW operator of any fee well(s) listed coverage.	vered by Bond l	Number	N/A		
	The FORMER operator has requested a release of liability to the Division sent response by letter on:	from their bond N/A	on:	N/A		
	CASE INTEREST OWNER NOTIFICATION: (R649-2-10) The FORMER operator of the fee wells has be of their responsibility to notify all interest owners of this characteristics.		nd informed l	by a letter fror	n the Division	
	MMENTS: Chevron USA Inc merged with Texaco E hough all the Utah operations will be operated by C			n Inc to form	ChevronTexaco I	nc
ait	nough an the otah operations will be operated by C	MEALOII OOA	no.			
			-			
		 				

Chevron U. S. A. Inc Permian Business Unit Aneth Operations San Juan County, Utah

Name / Operatorship Change Texaco Exploration and Production Inc to Chevron U. S. A Inc.

Account Number	Section	Township	Range	API Number	Well Name	Lease Type	Well Status Main	Well Type Main
N5700	36	160S	070E	4301530506	ST OF UT T 36-100	3		DRL
N5700	36	160S	070E	4301530268	ST OF UT T 36-10	3	P	GW
N5700	36	160S	070E	4301530530	ST OF UT 36-139	3		DRL
N5700	36	160S	070E	4301530550	ST OF UT 36-138	3		DRL
N5700	36	170S	070E	4301530382	UTAH STATE 36-78	3	P	GW
N5700	36	170S	070E	4301530508	ST OF UT II 36-96	3		DRL
N5700	36	170S	070E	4301530509	ST OF UT II 36-95	3		DRL
N5700	02	170S	080E	4301530533	ST OF UT FO 02-186	3		DRL
N5700	02	170S	080E	4301530553	ST OF UT FO 02-188	3	P	GW
N5700	03	170S	080E	4301530499	ST OF UT GG 03-122	3		DRL
N5700	03	170S	080E	4301530500	ST OF UT HH 03-133	3	P	GW
N5700	03	170S	080E	4301530549	ST OF UT JJ 03-160	3		APD
N5700	03	170S	080E	4301530552	ST OF UT CC 03-161	3		DRL
N5700	04	170S	080E	4301530503	ST OF UT BB 04-116	3	P	GW
N5700	04	170S	080E	4301530504	ST OF UT GG 04-115	3	P	GW
N5700	04	170S	080E	4301530554	ST OF UT BB 04-158	3		APD
N5700	04	170S	080E	4301530555	ST OF UT BB 04-159	3		APD
N5700	05	170S	080E	4301530479	ST OF UT BB 05-107	3	P	GW
N5700	05	170S	080E	4301530480	ST OF UT BB 05-108	3	P	GW
N5700	05	170S	080E	4301530481	ST OF UT BB 05-109	3	P	GW
N5700	05	170S	080E	4301530482	ST OF UT BB 05-110	3	P	GW
N5700	07	170S	080E	4301530396	ST OF UT AA 07-106	3	P	GW

N5700	07	170S	080E	4301530497	ST OF UT AA 07-105	3	P	GW
N5700	08	170S	080E	4301530496	ST OF UT BB 08-113	3		DRL
N5700	09	170S	080E	4301530437	ST OF UT BB 09-119	3		DRL
N5700	09	170S	080E	4301530444	ST OF UT BB 09-120	3	P	GW
N5700	10	170S	080E	4301530438	ST OF UT CC 10-124	3	P	GW
N5700	10	170S	080E	4301530454	ST OF UT CC 10-123	3	P	GW
N5700	10	170S	080E	4301530458	ST OF UT FF 10-125	3	P	GW
N5700	11	170S	080E	4301530459	ST OF UT FF 11-129	3	P	GW
N5700	11	170S	080E	4301530462	ST OF UT FF 11-130	3	P	GW
N5700	14	170S	080E	4301530528	ST OF UT 14-170	3		APD
N5700	15	170S	080E	4301530502	ST OF UT GG 15-128	3		APD
N5700	31	170S	080E	4301530439	ST OF UT DD 31-98	3	S	GW
N5700	06	170S	090E	4301530393	ST OF UT EE 06-138	3		APD
N5700	01	180S	070E	4301530381	UTAH STATE 1-76	3	P	GW
N5700	01	180S	070E	4301530498	ST OF UT 01-97	3		DRL
N5700	02	180S	070E	4301530270	ST OF UT U 2-11	3	P	GW
N5700	02	180S	070E	4301530306	ST OF UT U 2-48	3	P	GW
N5700	02	180S	070E	4301530308	ST OF UT U 2-50	3	P	GW
N5700	02	180S	070E	4301530309	ST OF UT U 2-49	3	P	GW
N5700	16	180S	070E	4301530311	ST OF UT X 16-66	3	P	GW
N5700	16	180S	070E	4301530312	ST OF UT X 16-65	3	P	GW

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CONFIDE TIAL

May 15, 2003

Mrs. Diana Mason State of Utah Division of Oil Gas and Mining P.O. Box 145801 Salt Lake City, Utah 84114-5801

RE: Request for Permit Extension --- Chevron USA, Inc.

Dear Mrs. Mason:

On behalf of Chevron USA, Inc. (Chevron) Talon Resources, Inc. respectfully submits this request for permit extension for the following wells with attached *Request for Permit Extension Validation*. A one year extension will allow Chevron to construct, drill and complete the wells.

State of Utah "GG" 15-128 (43-015-30502) NW/4 SW/4, Section 15, T 17S, R8E, SLB&M, Emery County, Utah State of Utah 14-170 (43-015-30528) SW/4 SE/4, Section 14, T17S, R8E, SLB&M, Emery County, Utah State of Utah "JJ" 03-160 (43-015-30549) NW/4 NW/4, Section 3, T17S, R8E, SLB&M, Emery County, Utah State of Utah "BB" 04-158 (43-015-30554) NE/4 NW/4, Section 4, T17S, R8E, SLB&M, Emery County, Utah State of Utah "BB" 04-159 (43-015-30555) SW/4 NE/4, Section 4, T17S, R8E, SLB&M, Emery County, Utah

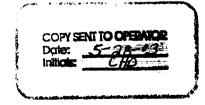
Thank you for your timely consideration this request. Please feel free to contact myself or Mr. Ron Wirth with Chevron at 435-748-5395 if you have any questions or need additional information.

Sincerely,

Don Hamilton

Don Hamilton
Agent for Chevron

cc: Mr. Ron Wirth, Chevron Mr. Ken Jackson, Chevron Chevron Well File



Approved by the Utah Division of Ot, Gas and Mining

05-27-03 V: 5-22-03

RECEIVED

MAY 2 0 2003

DIV. OF OIL, GAS & MINING

ORIGINAL

P.O. # 1230 (435) 687-5310 195 N. 100 West

Huntington, Utah 84528 talon@etv.net

CONFIDE TAL

Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

43-015-30502

API:

Well Name: State of Utah "GG" 15-128 Location: NW/4 SW/4, Section 14, T17S, R8E, SLB&M Company Permit Issued to: Chevron USA, Inc. Date Original Permit Issued: 5/14/2003
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No ☑
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes□ No ☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□Noা
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No ☑
Has the approved source of water for drilling changed? Yes□Noা☑
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□Noi☑
Is bonding still in place, which covers this proposed well? Yes ☑ No □
Don Hamilton 5/15/2003 Signature Date
Title: Agent for Chevron
Representing: Chevron USA, Inc.

MAY 2 0 2003

DIV. OF OIL, GAS & MINING

STATE OF UTAH

CONFIDENTIAL

DEPARTMENT OF NATURAL RESOURCES 5. LEASE DESIGNATION AND SERIAL NUMBER: DIVISION OF OIL, GAS AND MINING 010 ML-48221 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: SUNDRY NOTICES AND REPORTS ON WELLS N/A 7. UNIT or CA AGREEMENT NAME: Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. Huntington (Shallow)CBM 8. WELL NAME and NUMBER: 1. TYPE OF WELL GAS WELL OIL WELL OTHER State of Utah "GG" 9. API NUMBER: 2. NAME OF OPERATOR: 4301530502 Chevron USA, Inc. 10. FIELD AND POOL, OR WILDCAT: 3. ADDRESS OF OPERATOR: PHONE NUMBER: Undesignated STATE UT ZIP 84537 (435) 748-5395 P.O. Box 618 CITY Orangeville 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1938' FSL, 806' FWL COUNTY: Emery QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWSW 15 17S 8E STATE: UTAH CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 11. TYPE OF ACTION TYPE OF SUBMISSION **ACIDIZE** DEEPEN REPERFORATE CURRENT FORMATION NOTICE OF INTENT (Submit in Duplicate) ALTER CASING FRACTURE TREAT SIDETRACK TO REPAIR WELL Approximate date work will start: CASING REPAIR **NEW CONSTRUCTION** TEMPORARILY ABANDON OPERATOR CHANGE **TUBING REPAIR** CHANGE TO PREVIOUS PLANS VENT OR FLARE CHANGE TUBING PLUG AND ABANDON SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK WATER DISPOSAL (Submit Original Form Only) WATER SHUT-OFF CHANGE WELL STATUS PRODUCTION (START/RESUME) Date of work completion: OTHER: Extend State Permit COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE RECOMPLETE - DIFFERENT FORMATION CONVERT WELL TYPE 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. Texaco Exploration and Production, Inc. hereby requests a one year extension of the state permit for the Utah State "GG" 15-128

Approved by the Utah Division of Oil, Gas and Mining

COPY SENT TO OPERATOR Date:

NAME (PLEASE PRINT) Larry Johnson	TITLE	Chevron USA, Inc.
SIGNATURE Jam W (DATE	5/10/2004
SIGNATURE FOUND	DATE	

RECEIVED

MAY 1 2 2004

Application for Permit to Drill Request for Permit Extension

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API:

43-015-30502

RECEIVED MAY 1 2 2004



TALON RESOURCES INC

May 10, 2004

Ms. Diana Whitney
State of Utah
Division of Oil Gas and Mining
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: Request for Permit Extension----- Chevron USA

Dear Ms. Whitney:

On behalf of Chevron USA, Talon Resources, Inc. respectfully submits these requests for permit extension for the following wells. These extensions will allow Chevron USA time to construct, drill, and complete these wells.

State of Utah "GG" 15-184 (43-015-30561) NW/4SE/4, Section 15, T17S, R8E SLB&M, Emery County, Utah

State of Utah "GG" 15-128 (43-015-30502) NW/4SW/4 Section 15, T17S, R8E, SLB&M, Emery County, Litah

State of Utah "BB" 04-158 (43-015-30554) NE/4NW/4 Section 4, T17S, R8E, SLB&M, Emery County, Utah

State of Utah "BB" 04-15- (43-015-30555) SW/4NE/4 Section 4, T17S, R8E, SLB&M, Emery County,

State of Utah "JJ" 03-160 (43-015-30549) NW/4NW/4 Section 3, T17S, R8E, SLB&M, Emery County, Utah

State of Utah 15-170 (43-015-30528) SW/4SE/4 Section 14, T17S, R8E, SLB&M, Emery County, Utah

Please feel free to contact me at 435-687-5310 or Mr. Ron Wirth with Chevron USA at 435-748-5395 if you have any questions or concerns.

Sincerely,

Larry W. Johnson/ Talon Resources, Inc.

cc:

File

Mr. Ken Jackson

Mr. Ron Wirth

Chevron USA Chevron USA RECEIVED

MAY 1 2 2004

DIV. OF OIL, GAS & MINING

OPERATOR CHANGE WORKSHEET

011

X Change of Operator (Well Sold)

ROUTING
1. GLH
2. CDW
3. FILE

Designation of Agent/Operator

Operator Name Change

Merger

EDOM	w has chang	cu, em	ccuve.			8/1/2004	}		4
FROM: (Old Operator):				TO: (New (-				
N0210-Chevron USA, Inc				N2615-XTO					
11111 S Wilcrest					Farmington A	_	Suite 1		ı
Houston, TX 77099				Farmi	ngton, NM 8	7401			1
Phone: 1-(281) 561-4991				Phone: 1-(505	5) 324-1090				
C	A No.			Unit:		HUNTING	TON CBM	UNIT	
WELL(S)									
NAME	SEC	TWN	N RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS	
ST OF UT "KK" 32-145	32	160S	080E	4301530566		State	GW	APD	C
ST OF UT FO 02-189	02	170S	080E	4301530560		State	GW	APD	C
ST OF UT JJ 03-160	03	170S	080E	4301530549		State	GW	APD	С
ST OF UT BB 04-158	04			4301530554		State	GW	APD	C
ST OF UT BB 04-159	04	170S	080E	4301530555		State	GW	APD	C
ST OF UT AA 07-147	07	170S	080E	4301530576		State	GW	NEW	C
ST OF UT BB 08-148	08	170S	080E	4301530577		State	GW	NEW	C
BURNSIDE 14-132	14	170S	080E	4301530505		Fee	GW	NEW	C
ST OF UT 14-170	14	170S	080E	4301530528		State	GW	APD	C
ST OF UT GG 15-128	15	170S	080E	4301530502	1	State	GW	APD	C
ST OF UT GG 15-184	15	170S	080E	4301530561		State	GW	APD	C
ST OF UT "AA" 17-156	17	170S	080E	4301530571		State	GW	NEW	C
ST OF UT "AA" 18-153	18	170S	080E	4301530568		State	GW	NEW	C
ST OF UT "AA" 18-154	18	170S	080E	4301530570		State	GW	NEW	С
ST OF UT "AA" 18-149	18	170S		4301530572		State	GW	NEW	C
ST OF UT AA 18-150	18	170S		4301530578		State	GW	NEW	C
ST OF UT "MM" 20-192	20	170S		4301530573		State	GW	NEW	C
ST OF UT "MM" 20-193	20	170S		4301530574		State	GW	NEW	C
ST OF UT MM 20-194	20	170S		4301530575		State	GW	NEW	C
ST OF UT EE 06-138	06	170S	090E	4301530393		State	GW	APD	C
]

4. Is the new operator registered in the State of Utah: YES Business Number: 5655506-0143

5. If NO, the operator was contacted contacted on:

6a. (R649-9-2)Waste Management Plan has been received on: to follow
6b. Inspections of LA PA state/fee well sites complete on: being worked

. Federal and Indian Lease Wells: The BLM an	nd or the BIA has approved the merger, name change,
or operator change for all wells listed on Federal or Indi	ian leases on: BLM not yet BIA n/a
. Federal and Indian Units:	
The BLM or BIA has approved the successor of unit of	operator for wells listed on: n/a
. Federal and Indian Communization Agree	ments ("CA"):
The BLM or BIA has approved the operator for all we	ells listed within a CA on: n/a
O. Underground Injection Control ("UIC") Inject, for the enhanced/secondary recovery unit/project	The Division has approved UIC Form 5, Transfer of Authority to et for the water disposal well(s) listed on: 9/28/2004
ATA ENTRY:	
Changes entered in the Oil and Gas Database on:	9/30/2004
. Changes have been entered on the Monthly Operator	Change Spread Sheet on: 9/30/2004
. Bond information entered in RBDMS on:	9/30/2004
. Fee/State wells attached to bond in RBDMS on:	9/30/2004
. Injection Projects to new operator in RBDMS on:	9/30/2004
. Receipt of Acceptance of Drilling Procedures for APD/	New on: 9/28/2004
FEDERAL WELL(S) BOND VERIFICATION	
. Federal well(s) covered by Bond Number:	579173
NDIAN WELL(S) BOND VERIFICATION:	
. Indian well(s) covered by Bond Number:	n/a
FEE & STATE WELL(S) BOND VERIFICAT	
. (R649-3-1) The NEW operator of any fee well(s) listed	d covered by Bond Number 104312762
. The FORMER operator has requested a release of liabil	lity from their bond on:n/a
The Division sent response by letter on:	n/a
LEASE INTEREST OWNER NOTIFICATIO	
 (R649-2-10) The FORMER operator of the fee wells had of their responsibility to notify all interest owners of this 	as been contacted and informed by a letter from the Division is change on: 10/5/2004
COMMENTS:	

STATE OF UTAH

	DIVISION OF OIL, GAS AND MIN		5. LEASE DESIGNATION AND SERIAL NUMBER:
	<u> </u>		Various Leases
SUNDRY	Y NOTICES AND REPORTS	S ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill n	new wells, significantly deepen existing wells below curn aterals. Use APPLICATION FOR PERMIT TO DRILL fo	rent bottom-hole dep h, reenter plugged wells, or to orm for such proposels.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL	GAS WELL OTHER_		8. WELL NAME and NUMBER:
2. NAME OF OPERATOR:			See attached list
XTO ENERGY INC.	N2615		Multiple
3. ADDRESS OF OPERATOR:		PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:
2700 Farmington Bldg K,Sui	Farmington STATE NM ZIP	87401 (505) 324-1090	Buzzard Bench
4. LOCATION OF WELL FOOTAGES AT SURFACE:			county: Emery
QTR/QTR, SECTION, TOWNSHIP, RAN	NGE, MERIDIAN:		STATE:
			UTAH
11. CHECK APPI	ROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
D NOTICE OF WITCHT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
NOTICE OF INTENT (Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR
	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL
(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF
Date of work completion:	COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	OTHER:
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION	
12 DESCRIBE PROPOSED OR CO	OMPLETED OPERATIONS. Clearly show all pe	ertinent details including dates depths volum	as atc
	the operator changed from Chevro		
BLM #579173			
State and Fee Bond #104	312762		
Kuthlofacker			
	Regulatory Specialist ChevronTe	exaco for Chevron U.S.A. Inc.	N0310
NAME (PLEASE PRINT)	nes L. Death	TITUE VICE F	resident-land
SIGNATURE T CHINGS	K Veott-	DATI: 8/16/C	94
(This space for State use only)			

APPROVED 9/30/2004

Carlene Russell

Division of Oil, Gas and Mining (See Instead Russell, Engineering Technician)

(See Instructions on Reverse Side)

RECEIVED SEP 2 8 2004

		144 B 🛨	Onumbu Nama	Ot=10t=	Castian	Twn-Rng
API Well Number	Well Name	Well Type	County Name EMERY	SESE	Section 10	17S-8E
43-015-30242-00-00		Gas Well Gas Well	EMERY	NESW	21	19S-7E
43-015-30243-00-00		Gas Well	EMERY	SESW	26	18S-7E
43-015-30244-00-00		Gas Well	EMERY	NENW	23	18S-7E
43-015-30245-00-00		Gas Well	EMERY	SWSE	26	18S-7E
43-015-30246-00-00	FEDERAL A25-4	Gas Well	EMERY	NWNW	35	18S-7E
43-015-30247-00-00		Gas Well	EMERY	NWNE	35	18S-7E
43-015-30248-00-00		Gas Well	EMERY	NENE	34	18S-7E
43-015-30249-00-00		Gas Well	EMERY	NWNW	10	18S-7E
43-015-30258-00-00 43-015-30259-00-00		Gas Well	EMERY	SESE	27	21S-6E
43-015-30268-00-00		Gas Well	EMERY	SWNE	36	16S-7E
43-015-30270-00-00		Gas Well	EMERY	NWNW	2	18S-7E
43-015-30270-00-00		Water Disposal Well	EMERY	SWNW	24	18S-7E
43-015-30274-00-00		Gas Well	EMERY	SESW	8	18S-7E
43-015-30275-00-00		Gas Well	EMERY	NWNE	9	18S-7E
43-015-30276-00-00	LITAH FED P 10-42	Gas Well	EMERY	NWNE	10	18S-7E
43-015-30277-00-00		Gas Well	EMERY	NWSE	10	18S-7E
43-015-30280-00-00		Gas Well	EMERY	SESE	4	18S-7E
43-015-30282-00-00	LITAH FED D 34-12	Gas Well	EMERY	SESE	34	17S-7E
43-013-30202-00-00	UTAH FED D 35-13	Gas Well	EMERY	SWSW	35	17S-7E
	UTAH FED D 35-14	Gas Well	EMERY	NWNW	35	17S-7E
	UTAH FED D 35-14	Gas Well	EMERY	SWSE	35	17S-7E
43-015-30292-00-00		Gas Well	EMERY	SENE	6	17S-8E
43-015-30294-00-00	LITAH FED H 6-21	Gas Well	EMERY	SESW	6	20S-7E
43-015-30303-00-00		Water Disposal Well	EMERY	SENE	11	18S-7E
43-015-30306-00-00		Gas Well	EMERY	NWNE	2	18S-7E
43-015-30308-00-00		Gas Well	EMERY	NESW	2	18S-7E
43-015-30309-00-00	ST OF UT U 2-00	Gas Well	EMERY	NWSE	2	18S-7E
	L & M CURTIS 10-58	Gas Well	EMERY	swsw	10	18S-7E
43-015-30311-00-00		Gas Well	EMERY	SENW	16	18S-7E
43-015-30312-00-00	ST OF UT X 16-65	Gas Well	EMERY	NWNE	16	18S-7E
43-015-30312-00-00		Gas Well	EMERY	SESE	14	18S-7E
43-015-30314-00-00		Gas Well	EMERY	WNW	14	18S-7E
43-015-30315-00-00		Gas Well	EMERY	SENE	23	18S-7E
43-015-30316-00-00	UP&L 24-57	Gas Well	EMERY	NWNW	24	18S-7E
43-015-30318-00-00	D & A JONES 15-68	Gas Well	EMERY	NENW	15	18S-7E
	D&D CURTIS 14-54	Gas Well	EMERY	SENE	14	18S-7E
	P & K PEACOCK 8-62	Gas Well	EMERY	SWNE	8	18S-7E
43-015-30321-00-00	PEACOCK TRUST 9-60	Gas Well	EMERY	NWSW	9	18S-7E
43-015-30323-00-00		Water Disposal Well	EMERY	WNWN	14	18S-7E
43-015-30324-00-00	R G NORRIS 14-40	Gas Well	EMERY	NESW	14	18S-7E
43-015-30325-00-00	L & M CURTIS 15-67	Gas Well	EMERY	NENE	15	18S-7E
43-015-30326-00-00	PEACOCK TRUST 8-61	Gas Well	EMERY	NESE	8	18S-7E
43-015-30327-00-00	PEACOCK 7-64	Gas Well	EMERY	NENE	7	18S-7E
43-015-30328-00-00	PEACOCK TRUST 8-63	Gas Well	EMERY	SENW	8	18S-7E
	D & A JONES 9-59	Gas Well	EMERY	SESE	9	18S-7E
	UTAH STATE 1-76	Gas Well	EMERY	NWNW	1	18S-7E
	UTAH STATE 36-78	Gas Well	EMERY	SWSW	36	17S-7E
43-015-30383-00-00		Gas Well	EMERY	SESE	3	18S-7E
43-015-30384-00-00		Gas Well	EMERY	NENE	3	18S-7E
43-015-30385-00-00		Gas Well	EMERY	SWSE	11	18S-7E
43-015-30386-00-00		Gas Well	EMERY	SWNE	11	18S-7E
43-015-30387-00-00		Gas Well	EMERY	NWNW	11	18S-7E
43-015-30388-00-00	USA 11-73	Gas Well	EMERY	NWSW	11	18S-7E
43-015-30389-00-00		Gas Well	EMERY	SENE	34	17S-7E
43-015-30390-00-00	USA 34-82	Gas Well	EMERY	SESW	34	17S-7E
43-015-30393-00-00	ST OF UT EE 06-138	Gas Well	EMERY	NENW	6	17S-9E
43-015-30396-00-00	ST OF UT AA 07-106	Gas Well	EMERY	NWNE	7	17S-8E
43-015-30437-00-00	ST OF UT BB 09-119	Gas Well	EMERY	SESW	9	17S-8E
43-015-30438-00-00	ST OF UT CC 10-124	Gas Well	EMERY	SENE	10	17S-8E
43-015-30439-00-00	ST OF UT DD 31-98	Gas Well	EMERY	NWSW	31	17S-8E
43-015-30440-00-00	FEDERAL T 27-85	Gas Well	EMERY	SENW	27	18S-7E
43-015-30441-00-00	UP&L 06-102	Gas Well	EMERY	NENW	6	17S-8E
43-015-30442-00-00	UP&L 06-104	Gas Well	EMERY	NESE	6	17S-8E
43-015-30443-00-00	WM S IVIE ET AL 09-118	Gas Well	EMERY	SWNE	9	17S-8E

. . .

	Well Name	Well Type	County Name		Section	Twn-Rng
	ST OF UT BB 09-120	Gas Well	EMERY	NESE	9	17S-8E
43-015-30445-00-00		Gas Well	EMERY	SWNW	26 35	18S-7E 18S-7E
43-015-30446-00-00		Gas Well Gas Well	EMERY EMERY	NESW	23	18S-7E
43-015-30447-00-00		Gas Well	EMERY	SESW	3	18S-7E
43-015-30448-00-00 43-015-30449-00-00		Gas Well	EMERY	SWNW	3	18S-7E
43-015-30450-00-00	FEDERAL T 21-94	Gas Well	EMERY	NENE	21	18S-7E
43-015-30451-00-00		Gas Well	EMERY	NENE	22	18S-7E
43-015-30452-00-00	FEDERAL T 22-83	Gas Well	EMERY	SWSE	22	18S-7E
43-015-30453-00-00	FEDERAL T 22-91	Gas Well	EMERY	NENW	22 10	18S-7E 17S-8E
43-015-30454-00-00	ST OF UT CC 10-123	Gas Well	EMERY EMERY	NWNW SENE	27	175-6E 18S-7E
43-015-30455-00-00	FEDERAL T 27-86	Gas Well Gas Well	EMERY	SESE	27	18S-7E
43-015-30456-00-00	FEDERAL T 27-87	Gas Well	EMERY	NWSW	27	18S-7E
43-015-30457-00-00	ST OF UT FF 10-125	Gas Well	EMERY	NESW	10	17S-8E
43-015-30456-00-00	ST OF UT FF 11-129	Gas Well	EMERY	NWNW	11	17S-8E
43-015-30462-00-00	ST OF UT FF 11-130	Gas Well	EMERY	NWSW	11	17S-8E
43-015-30478-00-00	GARDNER TRUST ET AL 16-121	Gas Well	EMERY	NENE	16	17S-8E
43-015-30479-00-00	ST OF UT BB 05-107	Gas Well	EMERY	SENW	5	17S-8E
43-015-30480-00-00	ST OF UT BB 05-108	Gas Well	EMERY	NWSW	5	17S-8E
43-015-30481-00-00	ST OF UT BB 05-109	Gas Well	EMERY	SENE	5 5	17S-8E
	ST OF UT BB 05-110	Gas Well	EMERY	SWSE NESW	6	17S-8E 17S-8E
43-015-30483-00-00	UP&L 06-103	Gas Well Gas Well	EMERY EMERY	NENW	15	17S-8E
43-015-30484-00-00	AMERICA WEST GROUP ET AL 15-126	Gas Well	EMERY	NENE	15	17S-8E
43-015-30485-00-00 43-015-30486-00-00	W H LEONARD ET AL 15-127	Gas Well	EMERY	SENW	8	17S-8E
43-015-30486-00-00		Water Disposal Well	EMERY	SENE	15	17S-8E
43-015-30495-00-00	SEFI EY 08-112	Gas Well	EMERY	NENE	8	17S-8E
43-015-30496-00-00	ST OF UT BB 08-113	Gas Well	EMERY	NWSE	8	17S-8E
43-015-30497-00-00	ST OF UT AA 07-105	Gas Well	EMERY	SWNW	7	17S-8E
43-015-30498-00-00	ST OF UT 01-97	Gas Well	EMERY	SENE	1	18S-7E
43-015-30499-00-00	ST OF UT GG 03-122	Gas Well	EMERY	SWSW	3	17S-8E
43-015-30500-00-00	ST OF UT HH 03-133	Gas Well	EMERY	SWSE	3 9	17S-8E 17S-8E
43-015-30501-00-00	SEELEY FARMS 09-117	Gas Well	EMERY EMERY	NWNW NWSW	15	17S-8E
43-015-30502-00-00	ST OF UT GG 15-128	Gas Well Gas Well	EMERY	SWSE	4	17S-8E
43-015-30503-00-00	ST OF UT BB 04-116 ST OF UT GG 04-115	Gas Well	EMERY	NESW	4	17S-8E
43-015-30504-00-00	ST OF UT GG 04-115	Gas Well	EMERY	NWNE	14	17\$-8E
43-015-30505-00-00	ST OF UT T 36-100	Gas Well	EMERY	NESE	36	16S-7E
43-015-30507-00-00	UT FED KK 01-140	Gas Well	EMERY	SENW	1	17S-7E
43-015-30508-00-00		Gas Well	EMERY	NWSE	36	17S-7E
43-015-30509-00-00	ST OF UT II 36-95	Gas Well	EMERY	NWNE	36	17S-7E
43-015-30510-00-00	SWD 5	Water Disposal Well	EMERY	SESE SENE	23 1	17S-8E 17S-7E
43-015-30511-00-00	UP&L FED 01-101	Gas Well Gas Well	EMERY EMERY	NENE	22	17S-8E
43-015-30520-00-00	ST OF UT SS 22-165-	Gas Well	EMERY	NESW	35	16S-7E
	ZIONS FED 35-135R (RIG SKID)	Gas Well	EMERY	SWSE	14	17S-8E
43-015-30528-00-00 43-015-30529-00-00	CONOVER 14-170	Gas Well	EMERY	NWSW	14	17S-8E
43-015-30530-00-00	ST OF UT 36-139	Gas Well	EMERY	NWSW	36	16S-7E
	ST OF UT FO 02-186	Gas Well	EMERY	NENW	2	17S-8E
43-015-30549-00-00	ST OF UT JJ 03-160	Gas Well	EMERY	NWNW	3	17S-8E
43-015-30550-00-00	ST OF UT 36-138	Gas Well	EMERY	SWNW	36	16S-7E
43-015-30551-00-00	UT FED P 12-153	Gas Well	EMERY	NWNW	12	18S-7E 17S-8E
43-015-30552-00-00	ST OF UT CC 03-161	Gas Well	EMERY	SENE NWSW	3 2	173-8E
43-015-30553-00-00	ST OF UT FO 02-188	Gas Well	EMERY EMERY	NENW	4	17S-8E
43-015-30554-00-00	ST OF UT BB 04-158	Gas Well Gas Well	EMERY	SWNE	4	17S-8E
43-015-30555-00-00	ST OF UT BB 04-159	Gas Well	EMERY	SWNW	14	17S-8E
43-015-30556-00-00 43-015-30559-00-00	MALUNE 14-131 LIT FED KK 01-141	Gas Well	EMERY	SESE	1	17S-7E
43-U1D-3UDD9-UU-UU 43 045 30560 00 00	ST OF UT FO 02-189	Gas Well	EMERY	SWNE	2	17S-8E
43-015-30500-00-00	ST OF UT GG 15-184	Gas Well	EMERY	NWSE	15	17S-8E
43-015-30562-00-00	STATE OF UTAH "LL" 31-20	Gas Well	EMERY	NWNW	31	17S-8E
43-015-30566-00-00	ST OF UT "KK" 32-145	Gas Well	EMERY	NESE	32	16S-8E
43-015-30567-00-00	ST OF UT "KK" 32-144	Gas Well	EMERY	SWSW	32 18	16S-8E 17S-8E
43-015-30568-00-00	ST OF UT "AA" 18-153	Gas Well	EMERY	SESW	10	173-0E

API Well Number Wel	II Name	Well Type	County Name	Qtr/Qtr	Section	Twn-Rng
43-015-30569-00-00 ST	OF UT "AA" 07-146 ~	Gas Well	EMERY	NESW	7	17S-8E
43-015-30570-00-00 ST	OF UT "AA" 18-154	Gas Well	EMERY	NESE	18	17S-8E
43-015-30571-00-00 ST	OF UT "AA" 17-156	Gas Well	EMERY	SWSE	17	17S-8E
43-015-30572-00-00 ST	OF UT "AA" 18-149	Gas Well	EMERY	SENW	18	17S-8E
43-015-30573-00-00 ST	OF UT "MM" 20-192	Gas Well	EMERY	SENW	20	17S-8E
43-015-30574-00-00 ST	OF UT "MM" 20-193	Gas Well	EMERY	NENE	20	17S-8E
43-015-30575-00-00 ST	OF UT MM 20-194	Gas Well	EMERY	NWSW	20	17S-8E
43-015-30576-00-00 ST	OF UT AA 07-147	Gas Well	EMERY	SESE	7	17S-8E
43-015-30577-00-00 ST	OF UT BB 08-148	Gas Well	EMERY	NWSW	8	17S-8E
43-015-30578-00-00 ST	O. O	Gas Well	EMERY	NWNE	18	17S-8E
43-015-30579-00-00 ST	*· *· · · · · · · · · · · · · · · · · ·	Gas Well	EMERY	NENE	19	17S-8E
43-015-30580-00-00 ST		Gas Well	EMERY	NENE	17	17S-8E
43-015-30581-00-00 ST		Gas Well	EMERY	NESW	16	17S-8E
43-015-30582-00-00 ST		Gas Well	EMERY	NESE	16	17S-8E
43-015-30583-00-00 ST	-, -,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	Gas Well	EMERY	NENW	17	17S-8E
43-015-30585-00-00 ST	· · · · · · · · · · · · · · · · · · ·	Gas Well	EMERY	NENW	21	17S-8E
43-015-30586-00-00 ST		Gas Well	EMERY	NENE	21	17S-8E
43-015-30587-00-00 ZIO		Gas Well	EMERY	NESE	35	16S-7E
43-015-30589-00-00 UT/	== ====	Gas Well	EMERY	SENW	1	17S-7E
43-015-30590-00-00 ZIO		Gas Well	EMERY	NWNW	2	17S-7E
43-015-30591-00-00 UT/		Gas Well	EMERY	SENE	12	17S-7E
43-015-30592-00-00 ST	OF UT QQ 31-201~	Gas Well	EMERY	SESW	31	16S-8E
43-015-30593-00-00 ST	OF UT AA 17-155	Gas Well	EMERY	SWSW	17	17S-8E
43-015-30601-00-00 UT/		Gas Well	EMERY	NESE	12	17S-7E
43-015-30602-00-00 UT/		Gas Well	EMERY	NENW	35	16S-7E
43-015-30603-00-00 UT/		Gas Well	EMERY	SWNE	35	16S-7E
43-015-30604-00-00 UT	FED 12-200D	Gas Well	EMERY	NESE	12	17S-7E
43-015-30605-00-00 UT	· 	Gas Well	EMERY	SENE	12	17S-7E
43-015-30606-00-00 ST	OF UT QQ 31-204D ~	Gas Well	EMERY	SESW	31	16S-8E
43-015-30607-00-00 ST	OF UT QQ 31-203D~	Gas Well	EMERY	SESW	31	16S-8E
43-015-30608-00-00 ST	OF UT QQ 31-202D-	Gas Well	EMERY	SESW	31	16S-8E
43-015-30609-00-00 ST	OF UT HH 23-166	Gas Well	EMERY	NENW	23	17S-8E

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Request to Transfer Application or Permit to Drill

(This form should accompany a Sundry Notice, Form 9, requesting APD transfer)

Well name:	State of Utah GG 15-128					
API number:	4301530502					
Location:	Qtr-Qtr: NWSW Section: 15	Township: 17S	Range: 8E			
Company that filed original application:	Chevron U.S.A. Inc.					
Date original permit was issued:						
Company that permit was issued to:	Chevron U.S.A. Inc.					

Check	Desired Action:
	Transfer pending (unapproved) Application for Permit to Drill to new operator
	The undersigned as owner with legal rights to drill on the property, hereby verifies that the information as submitted in the pending Application for Permit to Drill, remains valid and does not require revision. The new owner of the application accepts and agrees to the information and procedures as stated in the application.
1	Transfer approved Application for Permit to Drill to new operator
	The undersigned as owner with legal rights to drill on the property as permitted, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified. If located on private land, has the ownership changed?		No
		~
If so, has the surface agreement been updated?		
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?		~
Have there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?		~
Have there been any changes to the access route including ownership or right-of-way, which could affect the proposed location?		~
Has the approved source of water for drilling changed?		'
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?		1
Is bonding still in place, which covers this proposed well? Bond No. UT-0848	~	

Any desired or necessary changes to either a pending or approved Application for Permit to Drill that is being transferred, should be filed on a Sundry Notice, Form 9, or amended Application for Permit to Drill, Form 3, as appropriate, with necessary supporting information as required.

Name (please print) James Death Title Vice President Cand Signature Live Loute Date 8/14/04

Representing (company name) XTO ENERGY INC.

The person signing this form must have legal authority to represent the company or individual(s) to be listed as the new operator on the Application for Permit to Drill.

RECEIVED

(3/2004)

SEP 2 8 2004



State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

May 20, 2005

Kyla Vaughan XTO Energy Inc. 2700 Farmington Ave. Bldg K Ste 1 Farmington NM 87401

Re: APD Rescinded – State of Utah GG 15-128, Sec. 15 T. 17S, R. 8E

Emery County, Utah API No. 43-015-30502

Dear Ms. Vaughan:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on May 14, 2002. On May 27, 2003 and May 12, 2004, the Division granted a one-year APD extension.

No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective May 12, 2005.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Whitney

Engineering Technician

cc: Well File

SITLA, Ed Bonner